

Burke County, Georgia

Annual Financial Report

For the Year Ended September 30, 2020



TABLE OF CONTENTS

	<u>Page</u>
FINANCIAL SECTION	
Independent Auditor's Report	4
Management's Discussion and Analysis (Unaudited)	6
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities	18
Fund Financial Statements:	
Balance Sheet - Governmental Funds	19
Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position	20
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	21
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	22
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General Fund	23
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Fire Protection Fund	25
Statement of Net Position - Proprietary Funds	26
Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds	27
Statement of Cash Flows - Proprietary Funds	28
Statement of Fiduciary Assets and Liabilities - Agency Funds	29
Notes to the Financial Statements	30
Required Supplementary Information:	
Schedule of Changes in the Net Pension Liability and Related Ratios	56
Schedule of Contributions	57
Supplementary Information:	
Combining and Individual Fund Statements and Schedules:	
Combining Balance Sheet - Nonmajor Governmental Funds	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	59

Nonmajor Special Revenue Funds:	
Combining Balance Sheet	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	63
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Law Library Fund	65
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Drug Enforcement Fund	66
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Drug Treatment and Education Fund	67
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Public Library Fund	68
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Small Grants Fund	69
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Emergency Telephone System Fund	70
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Jail Surcharge Fund	71
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Victims Assistance Fund	72
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Supplemental Juvenile Services Fund	73
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Sheriff's Commissions Fund	74
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Large Grants Fund	75
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Accountability Court Fund	76
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Confiscated Assets Fund	77
Internal Service Funds:	
Combining Statement of Net Position	79
Combining Statement of Revenues, Expenses, and Changes in Net Position	80
Combining Statement of Cash Flows	81
Fiduciary Funds - Agency Funds:	
Combining Statement of Fiduciary Assets and Liabilities	83
Combining Statement of Changes in Assets and Liabilities	84

Schedule of Projects Paid with Special Purpose Local Option Sales Tax Proceeds	85
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	87
SINGLE AUDIT SECTION	
Schedule of Expenditures of Federal Awards	89
Notes to Schedule of Expenditures of Federal Awards	91
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	92
Schedule of Findings and Questioned Costs	94
Summary Schedule of Prior Audit Findings	96

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INDEPENDENT AUDITOR'S REPORT

To the Board of Commissioners
Burke County, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Burke County, Georgia, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents. We did not audit the financial statements of the Burke County Board of Health (Health Department), a discretely presented component unit, which represents .8% and .15%, respectively, of the assets and net position of Burke County, Georgia. We did not audit the financial statements of the Burke County Hospital Authority, a discretely presented component unit, which represents 5% and 2%, respectively, of the assets and net position of Burke County, Georgia.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Burke County Board of Health (Health Department), a discretely presented component unit, which represents .8% and .15%, respectively, of the assets and net position of Burke County, Georgia. We did not audit the financial statements of the Burke County Hospital Authority, a discretely presented component unit, which represents 5% and 2%, respectively, of the assets and net position of Burke County, Georgia. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Burke County Board of Health (Health Department) and the Burke County Hospital Authority, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented

component units, each major fund, and the aggregate remaining fund information of Burke County, Georgia as of September 30, 2020, and the respective budgetary comparison for the General Fund and the Fire Protection Special Revenue Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedule of Changes in the Net Pension Liability and Related Ratios and the Schedule of Contributions on pages 6 through 16 and pages 56 and 57 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's response to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Burke County, Georgia's basic financial statements. The combining and individual nonmajor fund financial statements and schedules and schedules of projects paid with SPLOST proceeds are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, schedules of projects paid with SPLOST proceeds, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, schedules of projects paid with SPLOST proceeds, and schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 3, 2021, on our consideration of the Burke County, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Burke County, Georgia's internal control over financial reporting and compliance.



Statesboro, Georgia
June 3, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS



Management's Discussion and Analysis

The Management's Discussion and Analysis of the Annual Financial Report of Burke County, Georgia (the Government) provides an overall narrative and analysis of the Government's financial statements for the fiscal years ended September 30, 2020 and 2019. This discussion and analysis is designed to look at the Government's financial performance as a whole. Readers should also review the complete financial statements, with notes, which follow this narrative, for a better understanding of the Government's financial performance.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Government's basic financial statements. The basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements present two different views of the Government through the use of government-wide statements and fund financial statements. In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Government.

Basic Financial Statements

The first two statements in the basic financial statements are the Government-wide Financial Statements. They provide both short and long-term information about the Government's financial status.

The next statements are Fund Financial Statements. These statements focus on the activities of the individual parts of Burke County, Georgia's government. These statements provide more detail than the government-wide statements. There are four parts to the Fund Financial Statements: 1) the governmental funds statements; 2) the budgetary comparison statements; 3) the proprietary fund statements; and 4) the fiduciary fund statements.

The next section of the basic financial statements is the notes, which explain in detail some of the data contained in those statements. After the notes, supplemental information is provided to show details about the Government's non-major governmental funds and other information which provide additional information for the basic financial statements.

Government-wide Financial Statements

The Government-wide financial statements provide a broad picture of the Government's operations. The statements provide information about the Government's financial position, which assists in assessing the economic condition at the end of the fiscal year. These statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This means the statements take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or disbursed. The government-wide financial statements include the following two statements:



The Statement of Net Position presents information on all of the Government's assets and liabilities, with the difference between the two reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Government is improving or deteriorating.

The Statement of Activities presents information showing how the Government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (e.g., uncollected taxes).

The government-wide statements are divided into three categories: 1) governmental activities, 2) business-type activities, and 3) component units. The governmental activities include most of the Government's basic services such as general government, judicial, public safety, public works, health and welfare, culture and recreation, and housing and development. Property taxes, sales taxes, and state and federal grant funds finance most of these activities. The business-type activities are those services that the Government charges a fee to customers in order to provide. These include solid waste management and transit services. The final category is component units.

The Development Authority of Burke County serves to promote, pursue, and implement economic development in the County. The Burke County Health Department is a public health department. The Burke County Hospital Authority is a public hospital. Separate financial statements have been issued and are available from the Burke County Health Department and the Burke County Hospital Authority. Although legally separate from the Government, the Government appoints a voting majority of the boards for the Development Authority, the Board of Health, and the Hospital Authority.

Fund Financial Statements

A Fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Government, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the Government, reporting the Government's operations in more detail than the government-wide statements. All of the funds of the Government can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. These fund categories use different accounting approaches and should be interpreted differently.



Governmental Funds

Most of the basic services provided by the Government are financed through governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide statements, these funds focus on how assets can readily be converted into cash and the amount of funds left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called modified-accrual accounting, which focuses on current financial resources. Such information may be useful in evaluating the government's short-term financing requirements. These statements provide a detailed short-term view of the Government's finances that assists in determining whether there will be adequate financial resources available to meet the Government's current needs. The relationship between government activities in the government-wide financial statements and the governmental funds financial statements is described in a reconciliation that is a part of the fund financial statements.

The Government has three governmental fund types: the General Fund, Special Revenue Funds, and Capital Projects Funds.

Proprietary Funds

The Government has two types of proprietary funds used to account for activities that operate similar to commercial enterprises found in the private sector. Funds that charge fees for services provided to outside customers including other local governments are known as Enterprise Funds. These funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Funds that charge fees for services provided to departments within the reporting government are known as Internal Service Funds. Proprietary funds use the accrual basis of accounting, thus there is no reconciliation needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements.

The Government has two enterprise funds: the Solid Waste Fund and the Transit Fund. The Government has two internal service funds: the Vehicle Maintenance Fund and the Facilities Maintenance Fund.

Fiduciary Funds

The Fiduciary Funds are used to account for assets held by the Government as an agent for individuals, private organizations, other governments, and other Burke County departments. The Government is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and only by those to whom the assets belong. These funds are not reflected in the government-wide financial statements because the resources are not available to support the Government's operations or programs.



Government-wide Financial Analysis

Management has included comparative data for analysis purposes in the following analysis. Such comparative data may be useful in comparing the current year to the prior year and noting possible trends.

Net Position

Net Position may serve over time as one useful indicator of a government's financial condition. The assets of the Government exceeded liabilities by \$110.3 million and \$93.6 million as of September 30, 2020 and September 30, 2019, respectively.

The largest portion of Burke County's net position, 75.8% in 2020 and 78.9% in 2019, reflects its investment in capital assets such as land, buildings, equipment, and roads. Burke County uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending.

Burke County's Net Position September 30, 2020 and 2019

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Current and other assets	\$ 47,609,647	\$ 38,231,942	\$ (139,019)	\$ (104,897)	\$ 47,470,628	\$ 38,127,045
Capital assets	80,843,292	71,032,751	2,788,496	2,846,296	83,631,788	73,879,047
Total assets	128,452,939	109,264,693	2,649,477	2,741,399	131,102,416	112,006,092
Deferred Outflows of Resources						
Resources related to pensions	7,478,983	6,325,265	195,163	166,158	7,674,146	6,491,423
Long-term liabilities outstanding	16,121,801	16,159,115	2,474,824	2,438,231	18,596,625	18,597,346
Other liabilities	6,662,730	4,706,117	247,372	378,783	6,910,102	5,084,900
Total liabilities	22,784,531	20,865,232	2,722,196	2,817,014	25,506,727	23,682,246
Deferred Inflows of Resources						
Resources related to pensions	2,854,419	1,130,936	74,752	31,423	2,929,171	1,162,359
Net position:						
Invested in capital assets	80,843,292	71,032,751	2,788,496	2,846,296	83,631,788	73,879,047
Restricted for:						
Capital projects	12,943,820	8,031,070	-	-	12,943,820	8,031,070
Other purposes	10,644,177	7,707,524	-	-	10,644,177	7,707,524
Unrestricted	5,861,683	6,822,445	(2,740,804)	(2,787,176)	3,120,879	4,035,269
Total net position	\$ 110,292,972	\$ 93,593,790	\$ 47,692	\$ 59,120	\$ 110,340,664	\$ 93,652,910

The balance of unrestricted net position, 2.8% in 2020 and 4.3% in 2019, may be used to meet the Government's ongoing obligations to citizens and creditors.

The Government's net position increased by \$17,245,837 and \$8,187,737 during the fiscal years ended September 30, 2020 and 2019, respectively.



Governmental activities

Governmental activities increased Burke County's net position by \$17,257,265 in 2020 and \$8,054,320 in 2019 thereby accounting for 100% in 2020 and 98.4% in 2019 of the total change in the net position of Burke County. The key factors for 2020 and 2019 were significant increases in the utility tax digest due to Plant Vogtle's continued construction of Units 3 and 4.

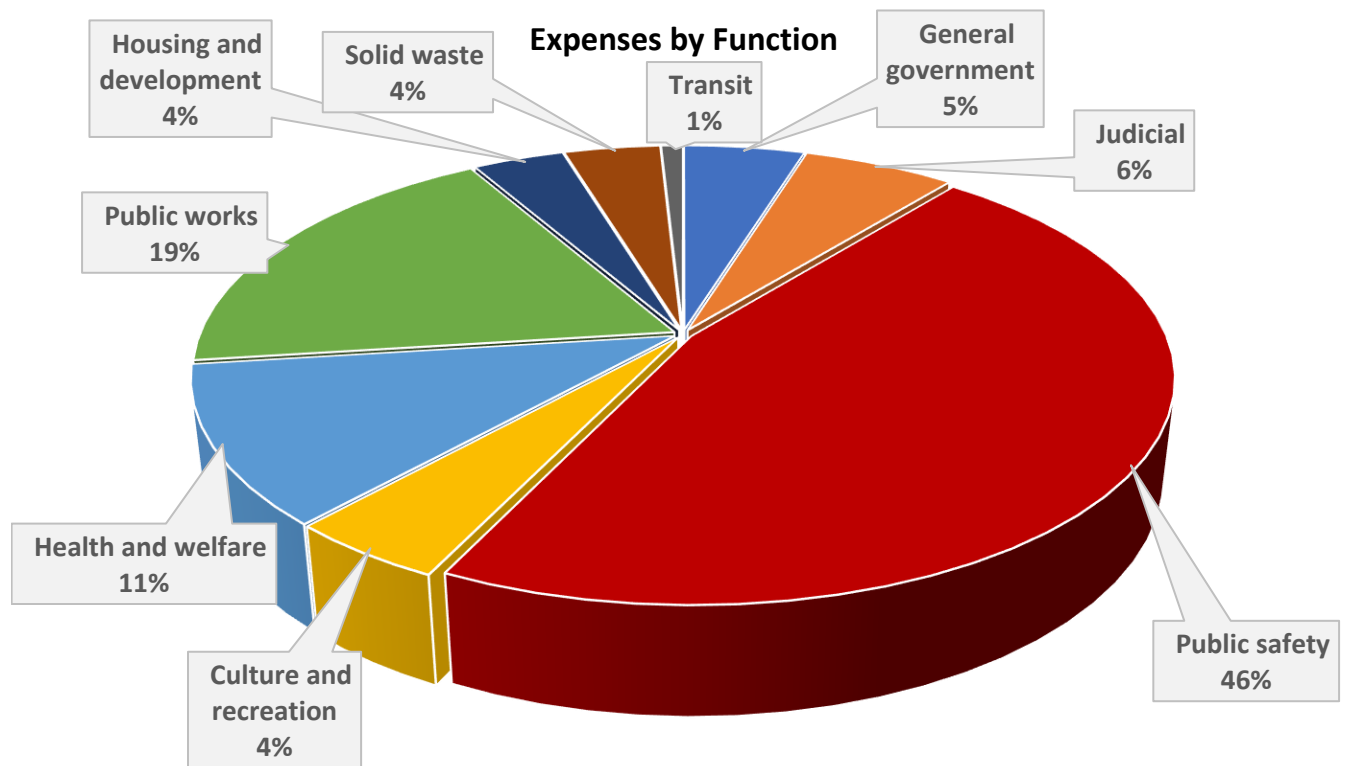
Business-type activities

Business-type activities decreased Burke County's net position by \$11,428 in 2020 and increased net position by \$133,417 in 2019, accounting for 0% in 2020 and 1.6% in 2019 of the total change in the government's net position.

Burke County's Changes in Net Position September 30, 2020 and 2019

	Governmental Activities		Business-type Activities		Total	
	Fiscal Year Ended September 30, 2020	Fiscal Year Ended September 30, 2019	Fiscal Year Ended September 30, 2020	Fiscal Year Ended September 30, 2019	Fiscal Year Ended September 30, 2020	Fiscal Year Ended September 30, 2019
Revenues:						
Program revenues:						
Fees, Fines, Charges for services	\$ 5,301,313	\$ 4,932,504	\$ 502,886	\$ 506,231	\$ 5,804,199	\$ 5,438,735
Operating grants and contributions	1,694,211	716,603	173,389	147,188	1,867,600	863,791
Capital grants and contributions	5,324,158	2,477,336	-	-	5,324,158	2,477,336
General revenues:						
Property taxes	39,564,959	33,595,430	-	-	39,564,959	33,595,430
Other taxes	16,404,230	15,528,132	-	-	16,404,230	15,528,132
Other	475,521	780,253	-	-	475,521	780,253
Total revenues	68,764,392	58,030,258	676,275	653,419	69,440,667	58,683,677
Expenses:						
General government	2,546,099	2,741,130	-	-	2,546,099	2,741,130
Judicial	3,214,209	3,308,227	-	-	3,214,209	3,308,227
Public safety	24,485,169	22,241,184	-	-	24,485,169	22,241,184
Culture and recreation	2,403,796	2,303,689	-	-	2,403,796	2,303,689
Health and welfare	5,975,130	6,741,916	-	-	5,975,130	6,741,916
Public works	9,873,130	9,551,424	-	-	9,873,130	9,551,424
Housing and development	1,191,109	1,092,201	-	-	1,191,109	1,092,201
Interest on long-term debt	-	-	-	-	-	-
Solid Waste	-	-	2,032,570	1,945,949	2,032,570	1,945,949
Transit	-	-	454,685	584,538	454,685	584,538
Total expenses	49,688,642	47,979,771	2,487,255	2,530,487	52,175,897	50,510,258
Change in net position bef. transfers	19,075,750	10,050,487	(1,810,980)	(1,877,068)	17,264,770	8,173,419
Gain (Loss) on sale of capital assets	450	16,367	(19,383)	(2,049)	(18,933)	14,318
Transfers	(1,818,935)	(2,012,534)	1,818,935	2,012,534	-	-
Increase (Decrease) in net position	17,257,265	8,054,320	(11,428)	133,417	17,245,837	8,187,737
Net position, beg. of year (restated)	93,035,707	85,539,470	59,120	(74,297)	93,094,827	85,465,173
Net position, end of year	\$ 110,292,972	\$ 93,593,790	\$ 47,692	\$ 59,120	\$ 110,340,664	\$ 93,652,910





- | | | |
|---------------------------|----------------------|-----------------|
| ■ General government | ■ Judicial | ■ Public safety |
| ■ Culture and recreation | ■ Health and welfare | ■ Public works |
| ■ Housing and development | ■ Solid waste | ■ Transit |



Financial Analysis of the Government's Funds

Burke County uses fund accounting to demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the Government's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing the Government's financial requirements. In particular, the unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The combined fund balance of all the governmental funds is \$39.9 million in 2020 and \$32.7 million in 2019, of which \$14.7 million in 2020, or 36.8% and \$9.9 million in 2019, or 30.4%, was unassigned.

General Fund

The General Fund is the primary operating fund of the Government. At the end of the current fiscal year, unassigned fund balance of the general fund was \$14.7 million in 2020 and \$10.1 million in 2019, while total fund balance was \$16.4 million in 2020 and \$12 million in 2019. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures and net transfers out. Unassigned fund balance represents 43.1% in 2020 and 26.7% in 2019 of total General Fund expenditures and net transfers out. Total fund balance represents 48% in 2020 and 31.7% in 2019 of that same amount.

The fund balance of Burke County's General Fund increased by \$4,573,246 in 2020 and decreased by \$3,996,373 during the fiscal year ended September 30, 2019. The key factors in the changes were increased property tax revenues during 2020 and increased capital projects spending in 2019 to complete a Family Y facility in Burke County.

Capital Projects Funds

The Government uses Capital Projects Funds to account for the acquisition and construction of major capital facilities that are not financed by Proprietary Funds. Three major funds in the fund financial statements are the TSPLOST Fund, the Special Purpose Local Option Sales Tax (SPLOST) III Fund as well as the SPLOST IV Fund. The proceeds of the special purpose 1% sales tax are accounted for in these Capital Projects Funds until expenditures are incurred. The increase in fund balance of \$5,434,338 in 2020 was incurred as funds were transferred from the Other Capital Projects Fund into the SPLOST III Fund to fund the completion of the Judicial Center and the decrease in fund balance of \$3,722,717 in 2019 was due to the timing difference of collections versus expenditures of major projects in the SPLOST III fund. The increase in the fund balance of \$2,282,949 in 2020 and \$1,156,093 in 2019 was due to the timing difference of collections of taxes versus expenditures of major projects in the SPLOST IV fund. The decrease in fund balance in the T-SPLOST Fund in 2020 of \$2,773,509 and increase in 2019 of \$812,410 was due to the timing variance of collections versus expenditures of major projects.



Special Revenue Funds

The Fire Protection Fund, a major special revenue fund, is used by the Government to account for Fire related expenses as well as Emergency Management Agency expenses for the County. Fund balance increased by \$3,280,051 in 2020 and \$1,567,961 in 2019 due primarily to increased property tax revenues in 2020 and 2019.

Proprietary Funds

Burke County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position of the Solid Waste Fund amounted to \$174,381 for the fiscal years ended September 30, 2020 and 2019, respectively. Net position in the Burke Transit Fund amounted to (\$126,689) in 2020 and (\$115,261) for the fiscal year ended September 30, 2019. The total change in net position in the Solid Waste Fund was \$0 in 2020 and \$142,163 in 2019. The total change in net position in the Burke Transit Fund was (\$11,428) for the fiscal year ended September 30, 2020 and (\$8,746) for the fiscal year ended September 30, 2019. The Government's internal service funds, Vehicle Maintenance Fund and Facilities Maintenance Fund, had a net position of \$1,715,474 in 2020 and 2019 and total growth in net position of \$0 in 2020 and \$113,804 during 2019. Other factors concerning the finances of these funds have already been addressed in the discussion of Burke County's business-type activities.

General Fund Budgetary Highlights

For 2020, there were several adjustments to the General Fund budget during the fiscal year. The only major difference between the original budget and the final amended budget overall was an increase in grant revenue of \$238,611 and a corresponding increase to Equipment to reflect the receipt of CARES Act funding. All other changes were very minor in nature. Actual revenues were \$5,284,149 over budget primarily due to property tax revenues coming in over budget by \$4,160,922 as a result of Plant Vogtle Units 3 and 4 nearing completion. Actual expenditures were \$1,314,728 under budget (budget basis), primarily the result of no unexpected major expenditures occurring during the fiscal year that would have caused a use of contingency funds.

For 2019, there were several adjustments to the General Fund budget during the fiscal year. The only difference between the original budget and the final amended budget overall was a decrease in property tax revenue and a corresponding decrease to Maintenance and Site Improvements for projects that were placed on hold until a later date. Actual revenues were \$1,306,989 over budget primarily due to sales tax revenues coming in over budget by \$575,811 and Insurance Premium Taxes exceeding budget by \$144,316. Interest Income was also a factor as \$539,978 was received vs. a budget of \$360,000. Actual expenditures were \$1,391,478 under budget (budget basis), primarily the result of no unexpected major expenditures occurring during the fiscal year that would have caused a use of contingency funds.



Capital Assets and Debt Administration

Burke County's investment in capital assets for its governmental and business-type activities as of September 30, 2020 and 2019 amounted to \$83,631,788 and \$73,879,047, respectively, (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, infrastructure (roads), and construction in progress.

Major capital asset transactions during 2020 included the following:

- \$788,000 dirt pan purchased through TSPLOST funds.
- \$2.2 million on constructing a new taxiway at the Burke County Airport, funded through GDOT/FAA grant funds as well as TSPLOST.
- \$2 million runway extension at the Burke County Airport funded through GDOT/GAA grant funding as well as SPLOST IV funds.
- \$1.6 million additional costs to finish the Burke County Judicial Center and construction in process to move the 911 center as well as the Emergency Operations Center into the basement of the Judicial Center.
- \$3.7 million in road paving and resurfacing costs funded through the County's Local Maintenance and Improvement Grant program through the State of Georgia as well as SPLOST III, SPLOST IV, and TSPLOST funds.

Major capital asset transactions during 2019 included the following:

- \$7.5 million additional costs for the new Burke County Judicial Center, which was funded partially through SPLOST III and partially through General Fund appropriations.
- \$1.05 million renovation to the Burke County Health Department funded primarily through a Community Development Block Grant as well as a WIC Infrastructure grant. A matching amount of \$75,000 was funded by the General Fund.
- \$5.5 million to construct a new Y facility in Burke County. \$2,000,000 was funded by SPLOST IV and the remaining expenditures came from a General Fund appropriation.

Additional information on capital assets can be found in Note 6 to the financial statements.

Burke County's Capital Assets (net of depreciation) September 30, 2020 and 2019

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Construction in progress	\$ 1,928,683	\$ 2,950,618	\$ 339,882	\$ 99,473	\$ 2,268,565	\$ 3,050,091
Land	3,163,931	3,163,931	1,037,752	1,037,752	4,201,683	4,201,683
Buildings	37,939,206	35,823,730	256,677	265,114	38,195,883	36,088,844
Improvements	-	-	45,624	52,695	45,624	52,695
Equipment	10,683,015	9,276,438	1,108,561	1,391,262	11,791,576	10,667,700
Infrastructure	27,128,457	19,818,034	-	-	27,128,457	19,818,034
Total	<u>\$ 80,843,292</u>	<u>\$ 71,032,751</u>	<u>\$ 2,788,496</u>	<u>\$ 2,846,296</u>	<u>\$ 83,631,788</u>	<u>\$ 73,879,047</u>



Long-Term Debt

Burke County had a total of \$18,700,476 in outstanding long-term debt as of September 30, 2020 and \$18,694,502 in outstanding long-term debt as of September 30, 2019. This entire amount is backed by the full faith and credit of the government. Burke County retired no outstanding bonds during the fiscal years ended September 30, 2020 and 2019. There were no bonds issued during 2020 or 2019.

Burke County's Outstanding Debt General Obligation Bonds and Other Debt September 30, 2020 and 2019

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
Accrued compensated absences	\$ 813,981	\$ 754,224	\$ 20,827	\$ 17,247	\$ 834,808	\$ 771,471
Net pension obligation	15,389,218	15,480,312	439,324	441,613	15,828,542	15,921,925
Landfill closure costs	-	-	2,037,126	2,001,106	2,037,126	2,001,106
Total debt	<u>\$ 16,203,199</u>	<u>\$ 16,234,536</u>	<u>\$ 2,497,277</u>	<u>\$ 2,459,966</u>	<u>\$ 18,700,476</u>	<u>\$ 18,694,502</u>

The State of Georgia limits the amount of general obligation debt that a unit of government can issue to 10% of the total assessed value of taxable property located within that government's boundaries. The legal debt margin for the government is just over \$445 million.

Additional information on Burke County's long-term debt can be found in Note 7 of the notes to the financial statements of this report.

Economic Factors and Next Year's Budget

Despite the Covid Pandemic our economy in Burke County has remained robust. Unemployment is at record lows. Property values are increasing. The tax digest grew by more than \$1 billion. Construction at Plant Vogtle of two new nuclear reactors is 90% complete and the influx of construction workers continues to help our economy. We continue to see a strong housing market as a result of the construction at Plant Vogtle as well as a housing shortage across the country.

The General Fund Budget for FY 2021 grew by 6% with the revenues being adequate to maintain all the departments of the County. The largest growth in the budget has been in Animal Control, Administration, Superior Court and the Sheriff's Department. The Commissioners have lowered the millage rate for the General Fund by 5.2% due to the increases in property values. The Fire Fund remained essentially at the same millage rate. The Board has also committed to assisting the Burke County Hospital Authority as it transitions to a lease for operations. The Board entered an intergovernmental agreement with the Hospital Authority that end all subsidies after FY24. Construction of the new units at Plant Vogtle has been delayed and it will continue until 2023. We expect revenues to continue to grow for the next three years as construction at Plant Vogtle progresses. After 2024, the utility digest will begin to decline in value.



Requests for Information

This financial report is designed to provide a general overview of Burke County's finances for those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Director, P.O. Box 89, Waynesboro, GA 30830.



BURKE COUNTY, GEORGIA
STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Health Department	Hospital Authority	Development Authority
ASSETS						
Current Assets:						
Cash	\$ 4,584,397	-	\$ 4,584,397	\$ 552,802	\$ 1,227,085	\$ 480,292
Investments	37,633,255	-	37,633,255	495,089	-	2,398,273
Receivables:						
Taxes	1,560,019	-	1,560,019	-	-	-
Intergovernmental	2,536,701	\$ 101,452	2,638,153	-	-	-
Internal balances	280,352	(280,352)	-	-	-	-
Other	15,645	39,881	55,526	31,055	923,732	1,382
Prepaid items	412,073	-	412,073	-	-	-
Inventories	587,205	-	587,205	-	149,706	-
Total Current Assets	47,609,647	(139,019)	47,470,628	1,078,946	2,300,523	2,879,947
Restricted Cash	-	-	-	-	10,335	-
Capital Assets:						
Nondepreciable capital assets	5,092,614	1,377,634	6,470,248	-	680,139	4,327,155
Depreciable capital assets, net	75,750,678	1,410,862	77,161,540	1,173	3,511,723	80,889
Total Capital Assets	80,843,292	2,788,496	83,631,788	1,173	4,191,862	4,408,044
Total Assets	128,452,939	2,649,477	131,102,416	1,080,119	6,502,720	7,287,991
DEFERRED OUTFLOWS OF RESOURCES						
Resources related to pensions	7,478,983	195,163	7,674,146	217,008	-	49,144
LIABILITIES						
Current Liabilities:						
Accounts payable	4,336,362	198,590	4,534,952	11,315	388,784	13,355
Intergovernmental payable	-	-	-	-	-	220,750
Accrued payroll	959,200	26,329	985,529	-	517,380	6,280
Retirement contributions payable	1,133,248	-	1,133,248	-	-	-
Unearned revenue	152,522	-	152,522	26,954	650,787	-
Compensated absences payable	81,398	2,082	83,480	-	-	616
Accrued landfill closure and postclosure care costs	-	20,371	20,371	-	-	-
Short-term debt	-	-	-	-	72,241	-
Capital leases payable	-	-	-	-	229,396	-
Notes payable	-	-	-	-	914,389	-
Total Current Liabilities	6,662,730	247,372	6,910,102	38,269	2,772,977	241,001
Long-Term Liabilities:						
Net pension obligation	15,389,218	439,324	15,828,542	670,231	-	120,976
Other post employment benefits obligation	-	-	-	103,848	-	-
Compensated absences payable (net of current portion)	732,583	18,745	751,328	57,961	-	5,550
Accrued landfill closure and postclosure care costs (net of current portion)	-	2,016,755	2,016,755	-	-	-
Capital leases payable (net of current portion)	-	-	-	-	390,869	-
Notes payable (net of current portion)	-	-	-	-	1,084,244	-
Total Long-Term Liabilities	16,121,801	2,474,824	18,596,625	832,040	1,475,113	126,526
Total Liabilities	22,784,531	2,722,196	25,506,727	870,309	4,248,090	367,527
DEFERRED INFLOWS OF RESOURCES						
Resources related to pensions	2,854,419	74,752	2,929,171	260,870	-	20,431
NET POSITION						
Investment in capital assets	80,843,292	2,788,496	83,631,788	1,173	2,712,057	4,408,044
Restricted for:						
Capital projects	12,943,820	-	12,943,820	-	-	-
Other purposes	10,644,177	-	10,644,177	-	10,335	-
Unrestricted	5,861,683	(2,740,804)	3,120,879	164,775	(467,762)	2,541,133
Total Net Position	\$ 110,292,972	\$ 47,692	\$ 110,340,664	\$ 165,948	\$ 2,254,630	\$ 6,949,177

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Program/Function	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position					
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units		
					Governmental Activities	Business-type Activities	Total	Health Department	Hospital Authority	Development Authority
Primary Government										
Governmental Activities										
General government	\$ 2,546,099	\$ 1,634,910	\$ 184,814	-	\$ (726,375)	-	\$ (726,375)	-	-	-
Judicial	3,214,209	305,439	113,662	-	(2,795,108)	-	(2,795,108)	-	-	-
Public safety	24,485,169	3,122,157	1,169,212	\$ 28,200	(20,165,600)	-	(20,165,600)	-	-	-
Public works	9,873,130	-	9,965	1,263,282	(8,599,883)	-	(8,599,883)	-	-	-
Health and welfare	5,975,130	-	97,202	327,681	(5,550,247)	-	(5,550,247)	-	-	-
Culture and recreation	2,403,796	91,294	95,050	-	(2,217,452)	-	(2,217,452)	-	-	-
Housing and development	1,191,109	147,513	24,306	3,704,995	2,685,705	-	2,685,705	-	-	-
Total governmental activities	49,688,642	5,301,313	1,694,211	5,324,158	(37,368,960)	-	(37,368,960)	-	-	-
Business-type Activities										
Solid Waste	2,032,570	382,682	-	-	-	\$ (1,649,888)	(1,649,888)	-	-	-
Transit	454,685	120,204	173,389	-	-	(161,092)	(161,092)	-	-	-
Total business-type activities	2,487,255	502,886	173,389	-	-	(1,810,980)	(1,810,980)	-	-	-
Total - Primary Government	\$ 52,175,897	\$ 5,804,199	\$ 1,867,600	\$ 5,324,158	(37,368,960)	(1,810,980)	(39,179,940)	-	-	-
Component Units:										
Burke County Health Department	\$ 1,246,429	\$ 262,501	\$ 989,383	-				\$ 5,455	-	-
Burke County Hospital Authority	14,230,692	8,214,740	6,380	\$ 6,276,647				-	\$ 267,075	-
Development Authority of Burke County	734,842	10,345	315,331	-				-	-	\$ (409,166)
Total Component Units	\$ 16,211,963	\$ 8,487,586	\$ 1,311,094	\$ 6,276,647				5,455	267,075	(409,166)
General Revenues										
Property taxes levied for:										
General purposes					27,817,854	-	27,817,854	-	-	-
Fire protection					11,747,105	-	11,747,105	-	-	-
Sales taxes					14,952,532	-	14,952,532	-	-	-
Insurance premium tax					1,140,082	-	1,140,082	-	-	-
Other taxes					311,616	-	311,616	-	-	-
Interest earned					204,024	-	204,024	23,824	367	24,781
Miscellaneous					271,497	-	271,497	-	-	28,750
Gain (loss) on sale of capital assets					450	(19,383)	(18,933)	-	-	-
Total General Revenues					56,445,160	(19,383)	56,425,777	23,824	367	53,531
Transfers					(1,818,935)	1,818,935	-	-	-	-
Total General Revenues and Transfers					54,626,225	1,799,552	56,425,777	23,824	367	53,531
Change in Net Position					17,257,265	(11,428)	17,245,837	29,279	267,442	(355,635)
Net Position, Beginning of Year, as Restated					93,035,707	59,120	93,094,827	136,669	1,987,188	7,304,812
Net Position, End of Year					\$ 110,292,972	\$ 47,692	\$ 110,340,664	\$ 165,948	\$ 2,254,630	\$ 6,949,177

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	General	Fire Protection	T-SPLOST	SPLOST III	SPLOST IV	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash	\$ 2,785,674	\$ 23,663	\$ 675,243	\$ 6,526	\$ 2,500	\$ 1,090,791	\$ 4,584,397
Investments	22,397,802	-	1,937,691	6,282,350	7,015,412	-	37,633,255
Receivables:							
Taxes	1,541,218	18,801	-	-	-	-	1,560,019
Intergovernmental	455,294	-	890,310	-	790,897	400,200	2,536,701
Other	-	15,645	-	-	-	-	15,645
Due from other funds	2,769,728	10,511,438	195,424	-	-	374,495	13,851,085
Prepaid items	412,073	-	-	-	-	-	412,073
TOTAL ASSETS	\$ 30,361,789	\$ 10,569,547	\$ 3,698,668	\$ 6,288,876	\$ 7,808,809	\$ 1,865,486	\$ 60,593,175
LIABILITIES							
Accounts payable	\$ 508,259	\$ 56,798	\$ 2,430,252	\$ 117,779	\$ 970,051	\$ 129,914	\$ 4,213,053
Accrued payroll	536,185	339,418	-	-	-	25,490	901,093
Retirement contribution payable	1,133,248	-	-	-	-	-	1,133,248
Due to other funds	11,744,846	-	-	190,724	1,143,727	1,134,138	14,213,435
Unearned revenue	15,691	-	-	-	-	136,831	152,522
TOTAL LIABILITIES	13,938,229	396,216	2,430,252	308,503	2,113,778	1,426,373	20,613,351
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue - property taxes	36,644	12,605	-	-	-	-	49,249
FUND BALANCES							
Nonspendable	412,073	-	-	-	-	-	412,073
Restricted	-	10,160,726	1,268,416	5,980,373	5,695,031	470,846	23,575,392
Assigned	1,250,000	-	-	-	-	-	1,250,000
Unassigned	14,724,843	-	-	-	-	(31,733)	14,693,110
TOTAL FUND BALANCES	16,386,916	10,160,726	1,268,416	5,980,373	5,695,031	439,113	39,930,575
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 30,361,789	\$ 10,569,547	\$ 3,698,668	\$ 6,288,876	\$ 7,808,809	\$ 1,865,486	\$ 60,593,175

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
SEPTEMBER 30, 2020

**Amounts reported for governmental activities in the statement
of net position are different because:**

Total Governmental Fund Balances		\$ 39,930,575
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:		
Cost	\$ 143,911,416	
Less accumulated depreciation	<u>(64,414,636)</u>	79,496,780
Other long-term assets are not available to pay for current period expenditures and therefore are reported as unavailable revenue in the funds:		
Property taxes		49,249
The internal service funds are used by management to charge the costs of the operation and maintenance of facilities and the vehicle fleet to individual funds. Certain assets and liabilities of the internal service funds are included in governmental activities columns in the statement of net position.		1,715,474
Deferred outflows related to pensions are not reported in the governmental funds.		7,071,768
Deferred inflows related to pensions are not reported in the governmental funds.		(2,692,791)
The County's net pension obligation is not reported in the governmental funds but is in the statement of net position.		(14,505,448)
Long-term liabilities such as compensated absences payable are not due and payable in the current period and therefore are not reported in the funds but are reported on the statement of net position.		<u>(772,635)</u>
Net Position Of Governmental Activities		<u><u>\$ 110,292,972</u></u>

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	General	Fire Protection	T-SPLOST	SPLOST III	SPLOST IV	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes	\$ 34,606,817	\$ 11,748,362	\$ 1,973,765	-	\$ 7,642,728	-	\$ 55,971,672
Licenses and permits	158,263	-	-	-	-	-	158,263
Charges for services	2,187,174	1,235,613	-	-	-	\$ 874,975	4,297,762
Fees, fines and forfeitures	632,357	-	-	-	-	212,930	845,287
Intergovernmental	354,643	807,729	3,045,928	-	1,778,343	756,248	6,742,891
Contributions and donations	-	-	-	-	-	179,406	179,406
Interest	203,246	-	19,997	\$ 21,534	54,541	778	300,096
Other	271,497	-	-	-	-	-	271,497
Total revenues	<u>38,413,997</u>	<u>13,791,704</u>	<u>5,039,690</u>	<u>21,534</u>	<u>9,475,612</u>	<u>2,024,337</u>	<u>68,766,874</u>
EXPENDITURES							
Current:							
General government	2,835,982	-	-	-	-	-	2,835,982
Judicial	3,278,420	-	-	-	-	206,533	3,484,953
Public safety	9,335,964	10,670,331	-	-	-	1,294,181	21,300,476
Public works	4,595,875	-	-	-	-	-	4,595,875
Health and welfare	5,706,967	-	-	-	-	52,147	5,759,114
Culture and recreation	2,154,738	-	-	-	-	111,710	2,266,448
Housing and development	1,138,711	-	-	-	-	-	1,138,711
Capital outlay:							
Judicial	-	-	-	566,878	-	-	566,878
Public safety	-	1,012,722	-	8,093	3,261,012	66,144	4,347,971
Public works	-	-	5,057,523	49,976	36,858	-	5,144,357
Culture and recreation	-	-	-	633,686	-	25,698	659,384
Health and welfare	-	-	-	-	191,668	100,062	291,730
Housing and development	-	-	2,203,225	-	2,023,724	-	4,226,949
Intergovernmental	-	-	-	-	2,512,805	-	2,512,805
Total expenditures	<u>29,046,657</u>	<u>11,683,053</u>	<u>7,260,748</u>	<u>1,258,633</u>	<u>8,026,067</u>	<u>1,856,475</u>	<u>59,131,633</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>9,367,340</u>	<u>2,108,651</u>	<u>(2,221,058)</u>	<u>(1,237,099)</u>	<u>1,449,545</u>	<u>167,862</u>	<u>9,635,241</u>
OTHER FINANCING SOURCES (USES)							
Sale of capital assets	450	-	-	-	-	-	450
Transfers in	301,932	1,171,400	-	6,671,437	833,404	335,224	9,313,397
Transfers out	(5,096,476)	-	(552,451)	-	-	(5,483,405)	(11,132,332)
Total other financing sources (uses)	<u>(4,794,094)</u>	<u>1,171,400</u>	<u>(552,451)</u>	<u>6,671,437</u>	<u>833,404</u>	<u>(5,148,181)</u>	<u>(1,818,485)</u>
NET CHANGE IN FUND BALANCES	<u>4,573,246</u>	<u>3,280,051</u>	<u>(2,773,509)</u>	<u>5,434,338</u>	<u>2,282,949</u>	<u>(4,980,319)</u>	<u>7,816,756</u>
FUND BALANCES, OCTOBER 1, 2019 AS RESTATED	<u>11,813,670</u>	<u>6,880,675</u>	<u>4,041,925</u>	<u>546,035</u>	<u>3,412,082</u>	<u>5,419,432</u>	<u>32,113,819</u>
FUND BALANCES, SEPTEMBER 30, 2020	<u>\$ 16,386,916</u>	<u>\$ 10,160,726</u>	<u>\$ 1,268,416</u>	<u>\$ 5,980,373</u>	<u>\$ 5,695,031</u>	<u>\$ 439,113</u>	<u>\$ 39,930,575</u>

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Amounts reported for governmental activities in the statement of activities are different because:

Net Change In Fund Balances - Total Governmental Funds	\$ 7,816,756
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlays exceeded depreciation expense in the current period.

Depreciation expense	\$ (5,529,732)	
Capital outlay	<u>15,483,300</u>	9,953,568

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Property taxes:		
Unavailable revenue @ 9/30/20	49,249	
Unavailable revenue @ 9/30/19	<u>(51,732)</u>	(2,483)

Governmental funds do not report the cost of disposed capital assets but the cost is reported on the statement of activities.	-
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The internal service funds used by management to charge the costs of facilities and vehicle maintenance to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated.	-
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The change in the net pension obligation and pension related deferred outflows and inflows are reported on the government-wide statement of activities but not in the governmental funds.	(449,572)
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	<u>(61,004)</u>
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Change In Net Position of Governmental Activities	<u>\$ 17,257,265</u>
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See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Positive (Negative)</u>
REVENUES				
Taxes:				
Property	\$ 23,658,162	\$ 23,658,162	\$ 27,819,084	\$ 4,160,922
Local option sales	4,500,000	4,500,000	5,336,035	836,035
Alcoholic beverage	75,000	75,000	90,693	15,693
Insurance premium	1,000,000	1,000,000	1,140,082	140,082
Other	199,000	199,000	220,923	21,923
Licenses and permits	104,000	104,000	158,263	54,263
Charges for services	1,882,950	1,882,950	2,187,174	304,224
Fees, fines and forfeitures	561,500	561,500	632,357	70,857
Intergovernmental	205,861	444,472	354,643	(89,829)
Interest	550,000	550,000	203,246	(346,754)
Other	143,200	154,764	271,497	116,733
Total revenues	<u>32,879,673</u>	<u>33,129,848</u>	<u>38,413,997</u>	<u>5,284,149</u>
EXPENDITURES				
Current:				
General government:				
Legislative	104,687	105,687	58,718	46,969
General administration	1,695,800	1,439,800	750,854	688,946
Elections	264,100	264,100	228,433	35,667
Board of equalization	12,100	12,450	11,690	760
Legal services	70,000	100,000	105,125	(5,125)
Data processing	34,500	34,500	29,695	4,805
Tax commissioner	589,550	589,550	538,775	50,775
Tax assessor	540,775	540,775	514,206	26,569
Risk management	414,846	452,846	446,410	6,436
Audit fees	32,000	32,000	34,300	(2,300)
Records management	70,172	70,172	99,742	(29,570)
CSRA Regional Commission	20,500	20,500	18,034	2,466
Total general government	<u>3,849,030</u>	<u>3,662,380</u>	<u>2,835,982</u>	<u>826,398</u>
Judicial:				
Clerk of Courts	785,650	785,300	717,785	67,515
Superior Court	845,850	845,850	895,561	(49,711)
State Court	28,450	28,450	20,143	8,307
State Court - Judge	67,700	67,700	57,262	10,438
State Court - Community Service	19,000	19,000	10,329	8,671
Solicitor's Office	223,600	223,600	192,520	31,080
Juvenile Court	134,900	134,900	125,977	8,923
District Attorney	175,000	175,000	296,838	(121,838)
Indigent defense	395,000	395,000	321,328	73,672
Magistrate Court	492,000	492,000	467,186	24,814
Probate Court	183,900	183,900	173,491	10,409
Total judicial	<u>3,351,050</u>	<u>3,350,700</u>	<u>3,278,420</u>	<u>72,280</u>
Public safety:				
Animal control	433,100	433,100	146,364	286,736
School resource officers	291,800	291,800	284,262	7,538
Coroner	80,225	80,225	62,116	18,109
Jail	3,338,768	3,338,768	3,260,565	78,203
Sheriff	5,120,626	5,121,376	5,468,119	(346,743)
Other protections	-	112,000	114,538	(2,538)
Total public safety	<u>9,264,519</u>	<u>9,377,269</u>	<u>9,335,964</u>	<u>41,305</u>

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
EXPENDITURES (Continued)				
Highways and streets	\$ 4,677,733	\$ 4,677,733	\$ 4,595,875	\$ 81,858
Health and welfare:				
Health department	355,800	594,411	517,028	77,383
Welfare	5,000	5,000	5,000	-
Senior citizens	336,700	336,700	302,612	34,088
Burke County Hospital Authority	4,802,000	4,802,000	4,882,327	(80,327)
Total health and welfare	5,499,500	5,738,111	5,706,967	31,144
Culture and recreation:				
Recreation	1,950,500	1,632,500	1,457,273	175,227
Museum	50,100	50,100	45,016	5,084
Library	646,750	657,564	652,449	5,115
Total culture and recreation	2,647,350	2,340,164	2,154,738	185,426
Housing and development:				
Burke Office Park	177,900	177,900	280,927	(103,027)
County agent	227,500	231,125	163,402	67,723
Soil conservation	39,150	35,525	19,514	16,011
Georgia Forestry Commission	34,000	34,000	32,631	1,369
Planning commission	367,784	367,784	294,296	73,488
Chamber of commerce	21,750	21,750	21,750	-
Airport	20,200	20,200	10,860	9,340
Development Authority	326,744	326,744	315,331	11,413
Total housing and development	1,215,028	1,215,028	1,138,711	76,317
Total expenditures	30,504,210	30,361,385	29,046,657	1,314,728
EXCESS OF REVENUES OVER EXPENDITURES	2,375,463	2,768,463	9,367,340	6,598,877
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	301,932	301,932
Transfers out	(3,845,463)	(4,286,776)	(5,096,476)	(809,700)
Sale of capital assets	20,000	20,000	450	(19,550)
Total other financing sources (uses)	(3,825,463)	(4,266,776)	(4,794,094)	(527,318)
NET CHANGE IN FUND BALANCE	\$ (1,450,000)	\$ (1,498,313)	4,573,246	\$ 6,071,559
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED			11,813,670	
FUND BALANCE, END OF YEAR			\$ 16,386,916	

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
FIRE PROTECTION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Taxes	\$ 10,313,400	\$ 11,748,362	\$ 1,434,962
Charges for services	1,130,000	1,235,613	105,613
Intergovernmental	39,600	807,729	768,129
Total revenues	<u>11,483,000</u>	<u>13,791,704</u>	<u>2,308,704</u>
EXPENDITURES			
Current:			
Public safety	11,841,000	10,670,331	1,170,669
Capital outlay:			
Public safety	813,400	1,012,722	(199,322)
Total public safety	<u>12,654,400</u>	<u>11,683,053</u>	<u>971,347</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(1,171,400)</u>	<u>2,108,651</u>	<u>3,280,051</u>
OTHER FINANCING SOURCES			
Transfers in	<u>1,171,400</u>	<u>1,171,400</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>3,280,051</u>	<u>\$ 3,280,051</u>
FUND BALANCE, BEGINNING OF YEAR, AS RESTATED		<u>6,880,675</u>	
FUND BALANCE, END OF YEAR		<u>\$ 10,160,726</u>	

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
SEPTEMBER 30, 2020

	Business Type Activities - Enterprise Funds			Governmental Activities
	Solid Waste	Transit	Total	Internal Service Funds
ASSETS				
Current Assets				
Accounts receivable	\$ 39,881	-	\$ 39,881	-
Intergovernmental	-	\$ 101,452	101,452	-
Due from other funds	29,083	-	29,083	\$ 642,702
Inventory	-	-	-	587,205
Total Current Assets	<u>68,964</u>	<u>101,452</u>	<u>170,416</u>	<u>1,229,907</u>
Noncurrent Assets				
Capital Assets				
Land	1,037,752	-	1,037,752	-
Buildings and improvements	474,535	-	474,535	1,340,509
Machinery and equipment	2,182,793	405,211	2,588,004	1,045,612
Construction in progress	339,882	-	339,882	-
Less accumulated depreciation	<u>(1,428,875)</u>	<u>(222,802)</u>	<u>(1,651,677)</u>	<u>(1,039,609)</u>
Total Capital Assets	<u>2,606,087</u>	<u>182,409</u>	<u>2,788,496</u>	<u>1,346,512</u>
Total Assets	<u>2,675,051</u>	<u>283,861</u>	<u>2,958,912</u>	<u>2,576,419</u>
DEFERRED OUTFLOWS OF RESOURCES				
Resources related to pensions	<u>132,902</u>	<u>62,261</u>	<u>195,163</u>	<u>407,215</u>
LIABILITIES				
Current Liabilities				
Accounts payable	197,471	1,119	198,590	123,309
Accrued payroll	18,688	7,641	26,329	58,107
Compensated absences payable	1,114	968	2,082	4,134
Accrued landfill closure and postclosure care costs	20,371	-	20,371	-
Due to other funds	-	309,435	309,435	-
Total Current Liabilities	<u>237,644</u>	<u>319,163</u>	<u>556,807</u>	<u>185,550</u>
Long-Term Liabilities				
Compensated absences payable (net of current portion)	10,028	8,717	18,745	37,212
Net pension obligation	319,097	120,227	439,324	883,770
Accrued landfill closure and postclosure care costs (net of current portion)	<u>2,016,755</u>	<u>-</u>	<u>2,016,755</u>	<u>-</u>
Total Long-term Liabilities	<u>2,345,880</u>	<u>128,944</u>	<u>2,474,824</u>	<u>920,982</u>
Total Liabilities	<u>2,583,524</u>	<u>448,107</u>	<u>3,031,631</u>	<u>1,106,532</u>
DEFERRED INFLOWS OF RESOURCES				
Resources related to pensions	<u>50,048</u>	<u>24,704</u>	<u>74,752</u>	<u>161,628</u>
NET POSITION				
Investment in capital assets	2,606,087	182,409	2,788,496	1,346,512
Unrestricted	<u>(2,431,706)</u>	<u>(309,098)</u>	<u>(2,740,804)</u>	<u>368,962</u>
Total Net Position	<u>\$ 174,381</u>	<u>\$ (126,689)</u>	<u>\$ 47,692</u>	<u>\$ 1,715,474</u>

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business Type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
	Solid Waste	Transit	Total	
OPERATING REVENUES				
Charges for services	\$ 382,682	\$ 120,204	\$ 502,886	\$ 3,642,044
OPERATING EXPENSES				
Salaries	328,804	185,530	514,334	1,239,539
Employee benefits	147,159	94,122	241,281	328,978
Purchased services	1,271,480	62,287	1,333,767	677,893
Materials and supplies	64,373	54,674	119,047	1,216,566
Depreciation	220,754	58,072	278,826	179,068
Total operating expenses	2,032,570	454,685	2,487,255	3,642,044
OPERATING INCOME (LOSS)	(1,649,888)	(334,481)	(1,984,369)	-
NON-OPERATING REVENUES (EXPENSES)				
Intergovernmental	-	173,389	173,389	-
Gain (loss) on disposal of capital assets	-	(19,383)	(19,383)	-
Total non-operating revenues (expenses)	-	154,006	154,006	-
INCOME (LOSS) BEFORE TRANSFERS	(1,649,888)	(180,475)	(1,830,363)	-
TRANSFERS IN	1,649,888	169,047	1,818,935	-
CHANGE IN NET POSITION	-	(11,428)	(11,428)	-
NET POSITION, OCTOBER 1, 2019	174,381	(115,261)	59,120	1,715,474
NET POSITION, SEPTEMBER 30, 2020	\$ 174,381	\$ (126,689)	\$ 47,692	\$ 1,715,474

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Business Type Activities - Enterprise Funds			Governmental Activities
	Solid Waste	Transit	Total	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 384,018	\$ 56,742	\$ 440,760	-
Cash received from interfund charges	-	-	-	\$ 3,754,160
Cash payments to employees for salaries and benefits	(461,822)	(273,829)	(735,651)	(1,533,724)
Cash payments for goods and services	(1,436,833)	(116,441)	(1,553,274)	(2,184,395)
Net cash provided (used) by operating activities	(1,514,637)	(333,528)	(1,848,165)	36,041
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating grants	-	173,389	173,389	-
Advances from (to) other funds	105,158	(8,908)	96,250	-
Transfers in	1,649,888	169,047	1,818,935	-
Net cash provided (used) by noncapital financing activities	1,755,046	333,528	2,088,574	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	(240,409)	-	(240,409)	(36,041)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	-	-	-
CASH AND CASH EQUIVALENTS, OCTOBER 1, 2019	-	-	-	-
CASH AND CASH EQUIVALENTS, SEPTEMBER 30, 2020	\$ -	\$ -	\$ -	\$ -
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (1,649,888)	\$ (334,481)	\$ (1,984,369)	\$ -
Adjustments:				
Depreciation	220,754	58,072	278,826	179,068
(Increase) decrease in operating assets:				
Accounts receivable	1,336	(63,462)	(62,126)	-
Interfund receivables	-	-	-	112,116
Prepaid items	-	-	-	5,444
Inventory	-	-	-	(212,717)
(Increase) decrease in deferred outflow of resources - resources related to pensions	(18,542)	(10,463)	(29,005)	(70,138)
(Decrease) increase in deferred inflow of resources - resources related to pensions	27,699	15,630	43,329	104,774
Increase (decrease) in operating liabilities:				
Accounts payable	(137,000)	520	(136,480)	(82,663)
Accrued landfill closure and postclosure care costs	36,020	-	36,020	-
Accrued payroll	6,719	(2,370)	4,349	6,943
Compensated absences payable	(272)	3,852	3,580	(1,248)
Net pension obligation	(1,463)	(826)	(2,289)	(5,538)
Net cash provided (used) by operating activities	(1,514,637)	(333,528)	(1,848,165)	36,041

See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2020

ASSETS

Cash	<u>\$ 1,026,520</u>
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LIABILITIES

Due to other entities and individuals	<u>\$ 1,026,520</u>
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See accompanying notes to the basic financial statements.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Introduction

The financial statements of Burke County, Georgia (the County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards setting body for establishing governmental accounting and financial reporting principles. The accompanying summary of the County's more significant accounting policies is presented to assist the reader in interpreting the financial statements and other data in this report.

Basis of accounting

The basic financial statements consist of the government-wide financial statements, fund financial statements, and notes to the financial statements.

Government-wide statements – The statement of net position and the statement of activities report information on all of the nonfiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. These statements distinguish between the governmental and business-type activities of the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with the program or function of the County's governmental activities. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund financial statements – The fund financial statements provide information about the County's funds. Separate statements for each fund category – governmental, proprietary, and fiduciary – are presented, although the latter is excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers all revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes, franchise taxes, licenses, interest and special assessments are susceptible to accrual. Sales taxes collected and held by the state at year-end on behalf of the County are also recognized as revenue. Other receipts and taxes become measurable and available when cash is received by the County and are recognized as revenue at that time. Entitlements and shared revenues are recorded at the time of receipt or earlier if susceptible to accrual criteria is met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met.

The accounts of the County are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with financial-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The County reports the following major governmental funds:

General Fund – The General Fund is the general operating fund of the County. The General Fund accounts for all financial resources except those that are required to be accounted for in another fund. The primary revenue sources are ad valorem taxes, fines and forfeitures, and various other taxes and charges. The primary expenditures are for general administration, public safety, highways and streets, health and welfare, and culture and recreation.

Fire Protection Fund – This special revenue fund has been established to account for the County’s fire tax to be used for fire protection and emergency management activities.

T-SPLOST Fund – This capital projects fund was established to account for expenditures on capital improvements made by the County and financed through revenues from a special purpose local option sales tax collected for transportation purposes.

Special Purpose Local Option Sales Tax (SPLOST) III Fund – This capital projects fund was established to account for expenditures on capital improvements made by the County and financed through revenues from a special purpose local option sales tax.

Special Purpose Local Option Sales Tax (SPLOST) IV Fund – This capital projects fund was established to account for expenditures on capital improvements made by the County and financed through revenues from a special purpose local option sales tax.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

The County reports the following major enterprise funds:

Solid Waste Fund – The Solid Waste Fund is used to account for the collection and disposal of solid waste.

Transit Fund – This fund is used to account for the operation and costs of Burke County Transit.

The County also reports two internal service funds. The *Vehicle Maintenance Fund* is used to account for operations that provide repairs and maintenance to the County fleet. The *Facilities Maintenance Fund* is used to account for repairs and maintenance to County buildings and facilities. These services are provided to other County departments on a cost-reimbursement basis.

The County has adopted GASB Statement No. 20, Accounting and Financial Reporting of Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting, and has elected to follow GAAP prescribed by GASB and all Financial Accounting Standard Board (FASB) standards issued prior to November 30, 1989. Subsequent to this date, the County accounts for its business-type activities and enterprise funds of the primary government as presented by GASB.

Enterprise funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Solid Waste and the Transit Funds are charges to customers for sales and services. Operating expenses for enterprise funds include costs of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Additionally, the County reports the following fund types:

Fiduciary Funds – Fiduciary funds are custodial in nature and do not involve the measurement of operating results. Such funds have no equity accounts since all assets are due to individuals or entities at some future time. These funds account for assets held by the County in an agency capacity for individuals and other government units. Fiduciary funds are accounted for on the accrual basis, much like that used for proprietary funds.

Fiduciary funds include all trust funds which account for assets held by the County as a trustee for individuals or other government units.

Component Units

Discretely presented component units are presented in separate columns on the government-wide statement of net position and statement of activities to emphasize legal separation from the County.

Those discretely presented component units are:

Development Authority of Burke County – This component unit column in the government-wide financial statements includes the financial data of the Development Authority of Burke County. It is reported in a separate column to emphasize that it is legally separate from the County. Governed by County appointment, this entity was created for the purpose of promoting and developing trade, commerce, industry, and employment

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

opportunities in the County. Operations of the Development Authority are subsidized through the General Fund as needed. No separate financial statements are issued for the Development Authority of Burke County.

Burke County Health Department – This component unit column in the government-wide financial statements includes the financial data of the Burke County Health Department. It is reported in a separate column to emphasize that it is legally separate from the County. Governed by a voting majority of board members appointed by the County, this entity receives funding from Burke County. The Health Department has a June 30 year end, and the financial statements included herein are as of and for the year ended June 30, 2020. Separate financial statements have been issued and are available from the Burke County Health Department.

Burke County Hospital Authority – This component unit column in the government-wide financial statements includes the financial data of the Burke County Hospital Authority. It is reported in a separate column to emphasize that it is legally separate from the County. Governed by a voting majority of board members appointed by the County, this entity receives funding from Burke County in the form of loan guarantees and appropriations. The County has guaranteed *Burke County Hospital Authority Taxable Note, Series 2013B* and *Burke County Hospital Authority Revenue Anticipation Series 2013A*, which are collateralized by the revenues and funds of the Authority, with the County's resources serving as the secondary source of repayment. The Hospital Authority has a May 31 year end, and the financial statements included herein are as of and for the year ended May 31, 2020. Separate financial statements have been issued and are available from the Burke County Hospital Authority.

The following component unit has been included in the financial statements as a blended component unit:

Public Library – Governed by County appointment, this entity oversees the Burke County Library that is available to the citizens of Burke County and the general public. No separate financial statements are issued for the Public Library.

Budgets and Budgetary Accounting

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 30, the County administrator submits to the County Board of Commissioners a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted by the County to obtain taxpayer comments.
3. The budget is legally enacted by resolution of the County Board of Commissioners.
4. The County administrator is authorized to transfer line item amounts within operating departments.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund and Special Revenue Funds. Project length budgets are adopted for Capital Project Funds.
6. Budgets for the governmental funds are adopted on the modified accrual basis of accounting, which is consistent with accounting principles generally accepted in the United States of America.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Budget amounts reflected in the accompanying financial statements represent the original adopted budget and any revisions approved by the County Board of Commissioners. The County Board of Commissioners approves additional appropriations or transfers between departments.

Encumbrances

The County does not employ encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditures are recorded as liabilities on the balance sheet when issued.

Cash and cash equivalents

For purposes of financial statement presentation, the County considers all highly liquid investments with an original maturity of three months or less, or with insignificant early withdrawal penalties, to be cash equivalents. Cash and cash equivalents include amounts in demand deposits and certificates of deposit at September 30, 2020.

Investments

The County follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*. Nonparticipating interest-earning investment contracts (investments whose value is not affected by interest rate or other market changes), include money market investments (short-term, highly liquid debt instruments including commercial paper, banker's acceptances and U. S. Treasury and agency obligations), that have a remaining maturity at purchase of one year or less are reported at cost or amortized cost assuming their fair value has not been impacted by changes in the credit worthiness of the issuer or similar factors. All other investments are reported at fair value (the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale).

Local government investment pool – The local government investment pool “Georgia Fund 1”, created by O.C.G.A. §36-83-8, is a stable net asset value investment pool that follows Standard and Poor’s criteria for AAA rated money market funds. However, Georgia Fund 1 operates in a manner consistent with Rule 2A-7 of the Investment Company Act of 1940 and is considered to be a 2A-7 like pool. The pool is not registered with the SEC as an investment company. The pool’s primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1.00 per share value). The Office of State Treasurer is the regulatory oversight agency.

Receivables

All receivables are reported at their net realizable value.

Inventories

Inventories consist of expendable supplies held for consumption stated on a first-in, first-out basis. They are reported at cost and are recorded as expenditures at the time the individual inventory items are used.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

Capital assets, which include property, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life are not capitalized.

Major outlays for capital assets and improvements are capitalized as the projects are constructed. All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets.

Depreciation is computed using the straight-line method over the following useful lives:

Buildings	20 – 40 years
Improvements other than buildings	10 years
Furniture, fixtures, and equipment	5 – 10 years
Infrastructure	20 years

Infrastructure acquired prior to June 20, 1980, is not reported.

Compensated Absences

County employees are entitled to certain compensated absences based on their length of employment. County employees may earn vacation time up to a maximum of fifteen (15) days per year, which is vested. As in prior years, compensated absences are liquidated through the General Fund.

Interfund Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as interfund receivables and interfund payables on the balance sheet of the fund financial statements and as internal balances on the statement of net position in the government-wide financial statements. Internal balances are eliminated in the government-wide financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made on behalf of another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is being reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County has only one item that qualifies for reporting in this category. It is resources related to pensions reported at the government-wide level for governmental and business-type activities and at the fund level for proprietary funds.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has an item which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. The County also has deferred inflows of resources related to its pension plan at the government-wide level for governmental and business-type activities and at the fund level for proprietary funds.

Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance”. Fund equity for all other reporting is classified as “net position”.

Fund Balance – Generally, the fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. It includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Restricted – The restricted fund balance classification includes amounts that are either restricted externally by creditors, grantors, contributors, or laws or regulations of other governments or restricted by law through constitutional provisions or enabling legislation.

Committed – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the County's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the County removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned – The assigned fund balance classification includes amounts that are constrained by the County's intent to be used for specific purposes but are not restricted or committed. The authority for making an assignment is not required to be the County's highest level of decision-making authority and as such, the nature of actions necessary to remove or modify an assignment does not require the County's highest level of authority.

Unassigned – The unassigned fund balance classification includes the residual amounts of fund balances that do not meet any of the above criteria. The County reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the County's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the County's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position – Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. All other net position is reported as unrestricted.

The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these amounts.

NOTE 2 – DEPOSITS AND INVESTMENTS

At September 30, 2020, the County had the following investments:

<u>Investments</u>	<u>Maturities</u>	<u>Fair Value</u>	<u>Credit Rating</u>
Primary Government:			
Georgia Fund 1	Average of 46 days WAM	<u>\$ 37,633,255</u>	AAAf
Discretely Presented Component Units -			
Development Authority of Burke County:			
Georgia Fund 1	Average of 46 days WAM	\$ 1,897,016	AAAf
Certificates of Deposit	-	<u>501,257</u>	-
		<u>\$ 2,398,273</u>	
Burke County Board of Health:			
Pacific Life Index Fund	-	<u>\$ 495,089</u>	-

Interest Rate Risk – The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – State statutes authorize the County to invest in obligations of the State of Georgia or other states; obligations issued by the U.S. government; obligations fully insured or guaranteed by the U.S. government or by a government agency of the United States; obligations of any corporation of the U.S. government; prime banker's acceptances; the local government investment pool established by state law; repurchase agreements; and obligations of other political subdivisions of the State of Georgia.

Custodial Credit Risk – Deposits – Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities.

Custodial Credit Risk – Investments – Custodial credit risk for investments is the risk that, in the event of failure of the counterparty, the County will not be able to recover the value of the investments or collateral securities that are in the possession of an outside party. State statutes require all investments (other than federal or state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 2 – DEPOSITS AND INVESTMENTS – Continued

At September 30, 2020, the carrying amount of the County's deposits (checking and certificates of deposit) was \$5,610,917 and the bank balance was \$5,688,242. Of the bank balance, \$1,628,087 was covered by federal depository insurance and \$4,060,155 was collateralized with securities held by the pledging financial institution's trust department or agent in the County's name.

Discretely Presented Component Units

At September 30, 2020, the carrying amount of deposits (checking and certificates of deposit) for the Development Authority of Burke County was \$981,549 and the bank balance was \$981,549. Of the bank balance, \$500,100 was covered by federal depository insurance and \$481,449 was collateralized by securities held by the pledging financial institution's trust department or agent in the Authority's name.

At June 30, 2020, the carrying amount of the Burke County Health Department's bank deposits was \$552,802 and the bank balance was \$892,842. Of the bank balance, \$410,000 was covered by federal depository insurance and \$482,842 was collateralized by securities held by the pledging financial institution's trust department or agent in the Health Department's name.

At May 31, 2020 the bank deposits of the Burke County Hospital Authority were fully covered by federal depository insurance and pledged securities.

NOTE 3 – RECEIVABLES

Receivables at September 30, 2020, consisted of taxes, accounts (billings for user charges), and intergovernmental receivables arising from grants.

Receivables are recorded on the County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and collectibility. The allowances for uncollectibles netted against receivables at September 30, 2020 follow:

<u>Fund</u>	<u>Allowance for Uncollectibles</u>
Fire Protection	\$ 178,610
Solid Waste	1,000
General	109,933

NOTE 4 – PROPERTY TAXES

The County's Tax Commissioner bills and collects property taxes, then remits to the County its respective share of property taxes. Property taxes are an enforceable lien on property owned as of January 1. Taxes are typically levied in October and may be paid after receipt of the tax bill. Taxes are considered delinquent 61 days after

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 4 – PROPERTY TAXES (continued)

mailing by the Tax Commissioner. Property tax revenues are recognized when they become measurable and available. Available revenues include those property tax receivables expected to be collected within 60 days. Property taxes are recorded as receivables when levied.

Current year property taxes were levied on November 20, 2019, and due January 28, 2020. A summary of the current year property tax levy is as follows:

	General Fund	Fire Protection Fund
Millage rates		
Unincorporated	5.897	2.696
Incorporated	6.130	2.696
Property tax levy	<u>\$ 26,306,016</u>	<u>\$ 11,665,230</u>
Property taxes receivable at September 30, 2020	\$ 161,854	\$ 56,615
Allowance for uncollectible accounts	<u>(109,933)</u>	<u>(37,814)</u>
Net property taxes receivable at September 30, 2020	<u>\$ 51,921</u>	<u>\$ 18,801</u>
Unavailable property tax revenue at September 30, 2020	<u>\$ 36,644</u>	<u>\$ 12,605</u>

NOTE 5 – PUBLIC UTILITIES TAX

Public Utility taxes accounted for approximately 78% of the current year tax digest.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 – CAPITAL ASSETS

Governmental activities capital asset activity (including the vehicle maintenance and facilities maintenance internal service funds) for the year ended September 30, 2020, was as follows:

	Balance 10/1/2019	Additions	Deductions	Balance 9/30/2020
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 3,163,931	-	-	\$ 3,163,931
Construction in progress	2,950,618	\$ 873,039	\$ 1,894,974	1,928,683
Total capital assets not being depreciated	<u>6,114,549</u>	<u>873,039</u>	<u>1,894,974</u>	<u>5,092,614</u>
Capital assets being depreciated:				
Infrastructure	50,729,253	9,413,595	-	60,142,848
Buildings and improvements	47,892,950	3,446,373	-	51,339,323
Furniture, fixtures, and equipment	26,051,130	3,681,308	9,686	29,722,752
Total capital assets being depreciated	<u>124,673,333</u>	<u>16,541,276</u>	<u>9,686</u>	<u>141,204,923</u>
Total capital assets	<u>130,787,882</u>	<u>17,414,315</u>	<u>1,904,660</u>	<u>146,297,537</u>
Accumulated depreciation:				
Infrastructure	30,911,219	2,103,172	-	33,014,391
Buildings and improvements	12,069,220	1,330,897	-	13,400,117
Furniture, fixtures, and equipment	16,774,692	2,274,731	9,686	19,039,737
Total accumulated depreciation	<u>59,755,131</u>	<u>5,708,800</u>	<u>9,686</u>	<u>65,454,245</u>
Governmental activities capital assets, net	<u>\$ 71,032,751</u>	<u>\$ 11,705,515</u>	<u>\$ 1,894,974</u>	<u>\$ 80,843,292</u>

Depreciation expense was charged to functions as follows:

General government	\$ 323,814
Judicial	727,002
Public safety	1,365,790
Culture and recreation	355,257
Health and welfare	48,650
Public works	2,668,770
Housing and development	40,449
Vehicle maintenance internal service fund	44,022
Facility maintenance internal service fund	<u>135,046</u>
Total governmental activities depreciation expense	<u>\$ 5,708,800</u>

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 – CAPITAL ASSETS - Continued

Business-type capital asset activity for the year ended September 30, 2020 was as follows:

	Balance 10/1/2019	Additions	Deductions	Balance 9/30/2020
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 1,037,752	-	-	\$ 1,037,752
Construction in progress	99,473	\$ 240,409	-	339,882
Total capital assets not being depreciated	<u>1,137,225</u>	<u>240,409</u>	<u>-</u>	<u>1,377,634</u>
Capital assets being depreciated:				
Buildings	318,235	-	-	318,235
Improvements other than buildings	156,300	-	-	156,300
Machinery and equipment	<u>2,632,008</u>	<u>-</u>	<u>\$ 44,004</u>	<u>2,588,004</u>
Total capital assets being depreciated	<u>3,106,543</u>	<u>-</u>	<u>44,004</u>	<u>3,062,539</u>
Total capital assets	<u>4,243,768</u>	<u>240,409</u>	<u>44,004</u>	<u>4,440,173</u>
Accumulated depreciation:				
Buildings	53,121	8,437	-	61,558
Improvements other than buildings	103,605	7,071	-	110,676
Machinery and equipment	<u>1,240,746</u>	<u>263,318</u>	<u>24,621</u>	<u>1,479,443</u>
Total accumulated depreciation	<u>1,397,472</u>	<u>278,826</u>	<u>24,621</u>	<u>1,651,677</u>
Business-type activities capital assets, net	<u>\$ 2,846,296</u>	<u>\$ (38,417)</u>	<u>\$ 19,383</u>	<u>\$ 2,788,496</u>

Depreciation expense was charged as follows:

Solid Waste Fund	\$ 220,754
Transit Fund	<u>58,072</u>
Total business-type activities depreciation expense	<u>\$ 278,826</u>

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 – CAPITAL ASSETS – Continued

Capital asset activity for the Development Authority component unit for the year ended September 30, 2020 was as follows:

	Balance 10/1/2019	Additions	Deductions	Balance 9/30/2020
Capital assets not being depreciated:				
Land	\$ 21,852	-	-	\$ 21,852
Land held for sale	4,489,930	\$ 177,358	\$ 361,985	4,305,303
Construction in progress	177,358	-	177,358	-
Total capital assets not being depreciated	<u>4,689,140</u>	<u>177,358</u>	<u>539,343</u>	<u>4,327,155</u>
Capital assets being depreciated:				
Buildings	105,484	-	-	105,484
Machinery and equipment	25,499	-	-	25,499
Improvements	<u>31,147</u>	<u>-</u>	<u>-</u>	<u>31,147</u>
Total capital assets being depreciated	<u>162,130</u>	<u>-</u>	<u>-</u>	<u>162,130</u>
Accumulated depreciation:				
Buildings	44,170	2,637	-	46,807
Machinery and equipment	20,340	3,643	-	23,983
Improvements	<u>8,601</u>	<u>1,850</u>	<u>-</u>	<u>10,451</u>
Total accumulated depreciation	<u>73,111</u>	<u>8,130</u>	<u>-</u>	<u>81,241</u>
Development Authority capital assets, net	<u>\$ 4,778,159</u>	<u>\$ 169,228</u>	<u>\$ 539,343</u>	<u>\$ 4,408,044</u>

Capital asset activity for the Health Department component unit for the year ended June 30, 2020 was as follows:

	Balance 7/1/2019	Additions	Deductions	Balance 6/30/2020
Capital assets being depreciated:				
Machinery and equipment	\$ 187,195	-	\$ -	\$ 187,195
Accumulated depreciation:				
Machinery and equipment	<u>182,998</u>	<u>\$ 3,024</u>	<u>-</u>	<u>186,022</u>
Health Department capital assets, net	<u>\$ 4,197</u>	<u>\$ (3,024)</u>	<u>\$ -</u>	<u>\$ 1,173</u>

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 6 – CAPITAL ASSETS – Continued

Capital asset activity for the Hospital Authority component unit for the year ended May 31, 2020 was as follows:

	Balance 6/1/2019, as restated	Additions	Deductions	Balance 5/31/2020
Capital assets not being depreciated:				
Land	\$ 86,705	\$ 262,450	-	\$ 349,155
Construction in progress	356,754	330,984	\$ 356,754	330,984
Total capital assets not being depreciated	<u>443,459</u>	<u>593,434</u>	<u>356,754</u>	<u>680,139</u>
Capital assets being depreciated:				
Buildings and improvements	11,453,889	388,754	-	11,842,643
Machinery and equipment	<u>8,961,418</u>	<u>399,757</u>	<u>-</u>	<u>9,361,175</u>
Total capital assets being depreciated	<u>20,415,307</u>	<u>788,511</u>	<u>-</u>	<u>21,203,818</u>
Total capital assets at historical cost	20,858,766	1,381,945	356,754	21,883,957
Less accumulated depreciation	<u>(16,924,245)</u>	<u>(767,850)</u>	<u>-</u>	<u>(17,692,095)</u>
Hospital Authority capital assets, net	<u>\$ 3,934,521</u>	<u>\$ 614,095</u>	<u>\$ 356,754</u>	<u>\$ 4,191,862</u>

NOTE 7 – LONG-TERM DEBT

The following is a summary of long-term debt activity for governmental activities and business type activities for the year ended September 30, 2020:

	Balance October 1, 2019	Additions	Reductions	Balance September 30, 2020	Amounts Due In One Year
Governmental Activities:					
Compensated absences payable	\$ 754,224	\$ 1,412,756	\$ 1,352,999	\$ 813,981	\$ 81,398
Net pension obligation	<u>15,480,313</u>	<u>-</u>	<u>91,095</u>	<u>15,389,218</u>	<u>-</u>
Total Governmental Activities	<u>\$ 16,234,537</u>	<u>\$ 1,412,756</u>	<u>\$ 1,444,094</u>	<u>\$ 16,203,199</u>	<u>\$ 81,398</u>
Business-Type Activities:					
Compensated absences payable	\$ 17,247	\$ 34,680	\$ 31,100	\$ 20,827	\$ 2,082
Accrued landfill closure and postclosure care costs	2,001,106	47,007	10,987	2,037,126	20,371
Net pension obligation	<u>441,613</u>	<u>-</u>	<u>2,289</u>	<u>439,324</u>	<u>-</u>
Total Business-Type Activities	<u>\$ 2,459,966</u>	<u>\$ 81,687</u>	<u>\$ 44,376</u>	<u>\$ 2,497,277</u>	<u>\$ 22,453</u>

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 7 – LONG-TERM DEBT – Continued

The following is a summary of long-term debt activity for discretely presented component units:

	Balance July 1, 2019	Additions	Reductions	Balance June 30, 2020	Amounts Due In One Year
Health Department:					
Net pension obligation	\$ 640,499	\$ 29,732	-	\$ 670,231	\$ -
OPEB obligation	295,705	-	\$ 191,857	103,848	-
Compensated absences payable	43,607	38,790	24,436	57,961	-
Total Health Department	<u>\$ 979,811</u>	<u>\$ 68,522</u>	<u>\$ 216,293</u>	<u>\$ 832,040</u>	<u>\$ -</u>
Development Authority:					
Net pension obligation	\$ 121,544	-	\$ 568	\$ 120,976	-
Compensated absences payable	1,748	\$ 12,474	8,056	6,166	\$ 616
Total Development Authority	<u>\$ 123,292</u>	<u>\$ 12,474</u>	<u>\$ 8,624</u>	<u>\$ 127,142</u>	<u>\$ 616</u>
Hospital Authority:					
Series 2013A Certificate	\$ 67,745	\$ -	\$ 36,952	\$ 30,793	\$ 30,793
Series 2013B Taxable Note	1,986,754	-	1,313,048	673,706	673,706
Note Payable	309,522	-	178,788	130,734	130,734
Payroll Protection Program	-	1,163,400	-	1,163,400	79,156
Capital leases payable	529,812	315,000	224,547	620,265	229,396
Total Hospital Authority	<u>\$ 2,893,833</u>	<u>\$ 1,478,400</u>	<u>\$ 1,753,335</u>	<u>\$ 2,618,898</u>	<u>\$ 1,143,785</u>

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 8 – EXCESS OF EXPENDITURES OVER APPROPRIATIONS IN INDIVIDUAL FUNDS

Excess expenditures over appropriations for the year ended September 30, 2020 in the following departments in the general fund:

	<u>Overexpenditures</u>
Current:	
Legal services	\$ 5,125
Audit fees	2,300
Records Management	29,570
Superior Court	49,711
District Attorney	121,838
Sheriff	346,743
Other protections	2,538
Burke County Hospital Authority	80,327
Burke Office Park	103,027

The County funded expenditures in excess of appropriations in the general fund through underexpenditures in other departments.

Expenditures exceeded appropriations in the following funds and these overexpenditures were funded by additional revenues over amounts budgeted and/or by available fund balance.

	<u>Overexpenditures</u>
Special Revenue Fund:	
Public Library	\$ 15,008
Sheriff's Commissions	168,193

NOTE 9 – DEFICIT FUND BALANCES/NET POSITION

The Small Grants special revenue fund has a deficit fund balance of \$31,733 at September 30, 2020, which will be reduced by future grant revenues and transfers from the General fund.

The Transit enterprise fund had a deficit net position of \$126,689 at September 30, 2020, which will be reduced by future Transit revenue and transfers from the General Fund.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 10 – INTERFUND RECEIVABLES, INTERFUND PAYABLES AND TRANSFERS

A summary of interfund receivables and payables as of September 30, 2020, follows. Interfund receivables and payables accounts for loans between funds for cash management purposes. All amounts are expected to be paid within one year.

Receivable Fund	Payable Fund	Amount
General	Supplemental juvenile services	\$ 1,392
	Drug Enforcement Fund	6,198
	Victim's Assistance Fund	1,356
	Accountability court	19,363
	Confiscated assets	1,630
	Emergency telephone system	78,549
	Large Grants Fund	1,017,354
	SPLOST III	190,724
	SPLOST IV	1,143,727
	Transit	309,435
TSPLOST	General	195,424
Small Grants Fund	General	126,521
Sheriff's commissions	General	226,267
Fire protection	General	10,511,438
Solid Waste	General	29,083
Vehicle maintenance	General	246,781
Facility maintenance	General	395,921
Jail Surcharge	General	13,411
Drug Enforcement Fund	Confiscated assets	8,296
Total		<u>\$ 14,522,870</u>

A summary of transfers for the year ended September 30, 2020 is as follows:

Transfers To:	Transfers From:						Total
	General Fund	Large Grants Fund	T-SPLOST Fund	Drug Treatment & Education Fund	Confiscated Assets Fund	Other Capital Projects Fund	
General Fund	-	\$ 301,932	-	-	-	-	\$ 301,932
Fire Protection Fund	\$ 1,171,400	-	-	-	-	-	1,171,400
E911 Fund	205,724	-	-	-	-	-	205,724
Solid Waste Fund	1,649,888	-	-	-	-	-	1,649,888
Large Grants Fund	43,285	-	-	-	-	-	43,285
Transit Fund	-	-	\$ 169,047	-	-	-	169,047
Accountability Court Fund	49,133	-	-	\$ 5,000	-	-	54,133
SPLOST III Fund	1,527,046	-	-	-	-	\$ 5,144,391	6,671,437
SPLOST IV Fund	450,000	-	383,404	-	-	-	833,404
Drug Enforcement Fund	-	-	-	-	\$ 32,082	-	32,082
Total	<u>\$ 5,096,476</u>	<u>\$ 301,932</u>	<u>\$ 552,451</u>	<u>\$ 5,000</u>	<u>\$ 32,082</u>	<u>\$ 5,144,391</u>	<u>\$ 11,132,332</u>

Transfers between funds were routine and primarily to support the operation of the funds receiving transfers.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 11 – FUND BALANCES – GOVERNMENTAL FUNDS

As of September 30, 2020, governmental fund balances are composed of the following:

	<u>General Fund</u>	<u>Fire Protection</u>	<u>TSPLOST</u>	<u>SPLOST III</u>	<u>SPLOST IV</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:							
Nonspendable - Prepaid items	\$ 412,073	-	-	-	-	-	\$ 412,073
Restricted:							
Capital projects	-	-	\$ 1,268,416	\$ 5,980,373	\$ 5,695,031	-	12,943,820
Fire protection	-	\$ 10,160,726	-	-	-	-	10,160,726
Sheriff	-	-	-	-	-	\$ 272,963	272,963
Law library	-	-	-	-	-	49,310	49,310
Drug enforcement	-	-	-	-	-	9,757	9,757
Public library	-	-	-	-	-	68,941	68,941
Drug education	-	-	-	-	-	11,680	11,680
Jail	-	-	-	-	-	47,124	47,124
Victims assistance	-	-	-	-	-	4,194	4,194
Juvenile services	-	-	-	-	-	6,877	6,877
Total restricted	-	10,160,726	1,268,416	5,980,373	5,695,031	470,846	23,575,392
Assigned - subsequent year's budget	1,250,000	-	-	-	-	-	1,250,000
Unassigned	14,724,843	-	-	-	-	(31,733)	14,693,110
Total fund balances	<u>\$ 16,386,916</u>	<u>\$ 10,160,726</u>	<u>\$ 1,268,416</u>	<u>\$ 5,980,373</u>	<u>\$ 5,695,031</u>	<u>\$ 439,113</u>	<u>\$ 39,930,575</u>

NOTE 12 – RETIREMENT PLAN

Plan Description

The County's defined benefit pension plan, the Burke County Defined Benefit Plan (the "Plan"), provides retirement, disability, and death benefits to plan members and beneficiaries. The Plan is affiliated with the Association County Commissioners of Georgia (ACCG) Defined Benefit Plan (the "Plan"), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating counties in Georgia. The specific benefit provisions of the County's plan were established by an adoption agreement executed by the Burke County Board of Commissioners. The ACCG issues a publicly available financial report that includes financial statements and required supplementary information. The report can be obtained by writing to ACCG Pension Trust, 400 Galleria Parkway, Suite 1250, Atlanta, Georgia 30339.

Benefits Provided

All full-time County and Development Authority (discretely presented component unit) employees are eligible to participate in the Plan after reaching age 21 and completing at least one year of service.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLAN – Continued

Normal retirement age is 65. At that time, an employee is entitled to a lifetime pension equal to 1.20% of average annual compensation multiplied by the years of service (maximum of 40 years) plus .75% of average annual compensation in excess of \$10,000 multiplied by years of service (maximum 35 years). The .75% is reduced to .70% for employees born after 1937 and reduced to .65% for employees born after 1954. Average annual compensation is defined as the highest average compensation over three consecutive plan years during the 10 plan years preceding retirement or termination. An employee becomes 100% vested after completing five years of service. These benefit provisions and all other requirements, including amendments or termination, are established by County ordinance.

Employees Covered by Benefit Terms

Retirees and beneficiaries receiving benefits	80
Deferred vested (former employees)	131
Active participants	<u>329</u>
 Total plan participants	 <u><u>540</u></u>
 Part-time active employees not participating	 26
 Covered Compensation	 <u><u>\$ 16,225,254</u></u>

Contributions

The County is required to contribute an actuarially determined amount annually to the Plan's trust. The contribution amount is determined using actuarial methods and assumptions approved by the ACCG Plan trustees and must satisfy the minimum contribution requirement contained in section 47-20 of the Georgia Code. Administrative expenses are based on total covered compensation of active plan participants and are added to the state-required annual funding requirement.

The Georgia Constitution enables the governing authority of the County, the Board of Commissioners, to establish, and amend from time-to-time the contribution rates for the County and its plan participants.

Total contributions to the plan for the plan year ended December 31, 2019 were \$2,499,229 which represents 15.4% of covered employee payroll.

Net Pension Liability

The County's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2019.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLAN – Continued

Actuarial Assumptions

The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	7.00% per year
Future salary increases	5.00% plus an aged base scale ranging from -1.0% to 1.0%
Mortality	Pub-2010 GE (50%) & PS (50%) Amount Weighted with Scale AA to 2019
Future payroll growth	4.50% per year
Inflation	3.00%

The actuarial assumptions used in the January 1, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2015 to December 31, 2018.

The Plan's financial statements are prepared on an accrual basis, modified to include unrealized gains or losses on marketable securities owned by the Plan and incremental changes in the cash value of pre-retirement life insurance policies owned by the trust. County contributions are recognized when due and the County has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable.

Investments in securities are valued at current market price. The trust fund is invested approximately 70% in equities and 30% in fixed income securities on a cost basis.

The long-term expected rate of return on pensions plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	55%	7.33%
International equity	15%	7.90%
Fixed income	30%	3.95%
	<u>100%</u>	

Discount Rate

The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on the assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore,

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLAN – Continued

the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (c) = (a)-(b)
Balance, January 1, 2019	\$ 37,056,894	\$ 21,013,424	\$ 16,043,470
Changes for the year:			
Service cost	1,045,433	-	1,045,433
Interest on the total pension liability	2,552,592	-	2,552,592
Liability expense (gain)/loss	1,134,957	-	1,134,957
Assumption change	1,733,154	-	1,733,154
Contributions from the employer	-	2,499,229	(2,499,229)
Net investment income	-	4,314,989	(4,314,989)
Administrative expenses	-	(87,622)	87,622
Benefit payments	(1,182,602)	(1,182,602)	-
Other changes	-	(166,508)	166,508
Net Changes	5,283,534	5,377,486	(93,952)
Balance, December 31, 2019	\$ 42,340,428	\$ 26,390,910	\$ 15,949,518 *

*Includes net pension liability for the Development Authority (discretely presented component unit)

Sensitivity of the net pension liability to changes in the discount rate

The following presents the net pension liability of the County, calculated using the discounted rate of 7.0 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.0 percent) or one percentage point higher (8.0 percent) than the current rate:

	Discount Rate - 1% (6.00%)	Current Discount Rate (7.00%)	Discount Rate + 1% (8.00%)
County's net pension liability	\$ 22,042,648	\$ 15,949,518	\$ 10,924,456

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 12 – RETIREMENT PLAN – Continued

Pension Expense and Deferred Outflows of Resources Related to Pensions

For the year ended September 30, 2020, the County recognized pension expense of \$3,741,974. At September 30, 2020, the County reported deferred outflows and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Employer contributions after measurement date	\$ 2,121,014	-
Net differences between projected and actual net investment income	1,611,891	\$ 2,820,084
Liability experience gain/loss	1,443,394	129,518
Assumption change	2,546,991	-
	<u>\$ 7,723,290</u> *	<u>\$ 2,949,602</u> *

*Includes deferred outflows and deferred inflows of resources for the Development Authority (discretely presented component unit)

County contributions subsequent to the measurement date of \$2,121,014 are reported as deferred outflows of resources and will be recognized as a reduction of the net position liability in the year ending September 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending September 30	
2021	\$ 812,784
2022	677,308
2023	967,005
2024	33,229
2025	162,348
	<u>\$ 2,652,674</u>

NOTE 13 – ACCRUED LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and Federal laws and regulations require that the County perform certain maintenance and monitoring functions at its landfill site for thirty years after closure which occurred in 1999. The estimated liability for landfill postclosure care costs, which is recorded in the Solid Waste Enterprise Fund, has a balance of \$2,037,126 as of September 30, 2020. The estimated total current cost of the landfill postclosure care is based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were incurred as of September 30, 2020. However, the actual cost of postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 14 – JOINT VENTURE

Under Georgia law, the County, in conjunction with the thirteen counties and forty-one cities in east Georgia known as the Central Savannah River Area (CSRA), is a member of the CSRA Regional Commission (CSRA RC). The CSRA RC is a public organization that assists local governments in planning for common needs, cooperating for mutual benefit, and coordinating for sound regional development. The operations are mainly financed by membership dues and financial assistance provided by the State of Georgia. Membership in the CSRA RC is required by the Official Code of Georgia Annotated (O.C.G.A.) §58-8-34 with annual dues based on a per capita amount. During the year ended September 30, 2020, the County paid \$18,034 in such dues, which was based on a per capita amount of \$.55. The CSRA RC Board membership is composed of one County official, one city official, and one private sector individual from each county. O.C.G.A. §58-8-39.1 provides that the County is liable for any debts or obligations of the CSRA RC. The Comprehensive Annual Financial Report of the CSRA RC may be obtained from:

CSRA Regional Commission
3023 River Watch Parkway, Suite A
Augusta, GA 30907

NOTE 15 – RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County maintains commercial insurance coverage covering those risks of loss. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. An excess coverage insurance policy covers individual claims. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs and other economic and social factors. As of September 30, 2020, the County had recorded no liability for claims. The County is covered by commercial insurance.

The County has joined together with other governments in the state as part of the ACCG Group Self-Insurance Workers Compensation Fund (ACCG-GSIWCF), a public entity risk pool currently operating as a common risk management and insurance program for member local governments. As part of this risk pool, the County is obligated to pay all contributions and assessments as prescribed by the pool, to cooperate with the pool's agent and attorneys, to follow loss reduction procedures established by the funds, and to report as promptly as possible, and in accordance with any coverage descriptions issued, all incidents which could result in the funds being required to pay any claim of loss.

The County is also to allow the pool's agents and attorneys to represent the County in investigation, settlement discussions and all levels of litigation arising out of any claim made against the County within the scope of loss protection furnished by the funds.

The funds are to defend and protect the members against liability or loss as prescribed in accordance with the worker's compensation law of Georgia. The funds are to pay all costs taxed against the members in any legal proceeding defended by the members, all interest accruing after entry of judgment, and all expenses incurred for investigation, negotiation or defense.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 15 – RISK MANAGEMENT - Continued

As a participant in the ACCG-GSIWCF that also provides claims administration and loss control services, the County has a \$200,000 loss retention. This program is accounted for in the General Fund.

Changes in the balances of worker's compensation claims through September 30, 2020, are as follows:

Unpaid claims, October 1, 2019	\$ 460,002
Incurred claims	263,506
Claim payments	(398,684)
Adjustments	<u>93,104</u>
Unpaid claims, September 30, 2020	<u>\$ 417,928</u>

NOTE 16 – COMMITMENTS AND CONTINGENCIES

The County is party to various legal proceedings in the normal course of governmental operations. It is the opinion of the County's management and legal counsel that these legal proceedings are not likely to have a material, adverse impact on the financial condition of the County.

NOTE 17 – SUBSEQUENT EVENTS

In preparing the financial statements, the County has evaluated events and transactions for potential recognition or disclosure through June 3, 2021, the date the financial statements were available to be issued.

NOTE 18 – TAX ABATEMENTS

The Development Authority of Burke County (the "Authority") can enter into agreements for industrial projects to encourage the creation of jobs and new capital investment through an "Investment Assistance Program." Georgia case law and statutory provisions, including the Development Authorities Law (Title 36 Chapter 62 of the Georgia Code Annotated), provide the Authority with the power to enter into such agreements with companies.

The Authority may accept title to real property (land and building) and personal property (machinery and equipment) assets from a company in return for job creation and/or capital investment and provide a tax benefit to the company through a lease agreement with the Authority. Agreements with respect to taxation of such assets under the lease provide the terms and conditions of any tax abatement. In general, failure to create jobs and/or investments as set forth in the agreements would result in a reduction (or claw back) of any tax abatements. The Authority monitors compliance with performance and accountability agreements to ensure the companies meet the agreed upon commitments.

For the Burke County Board of Commissioner's fiscal year ending September 30, 2020, the cumulative real and personal property tax not collected due to incentive agreements was \$70,224.

BURKE COUNTY, GEORGIA
NOTES TO FINANCIAL STATEMENTS

NOTE 19 – RESTATEMENTS

The County's beginning governmental activities net position and governmental fund balances were decreased by \$558,083 as illustrated below to reflect additional pension expense payable. This change impacted the General Fund and the Fire Fund.

	Governmental Activities
Fund balance, September 30, 2019, as previously reported	\$ 93,593,790
Restatement to accrue additional pension expense	(558,083)
Fund balance, October 1, 2019, as restated	<u>\$ 93,035,707</u>
	General Fund
Fund balance, September 30, 2019, as previously reported	\$ 11,968,170
Restatement to accrue additional pension expense	(154,500)
Fund balance, October 1, 2019, as restated	<u>\$ 11,813,670</u>
	Fire Protection
Fund balance, September 30, 2019, as previously reported	\$ 7,284,258
Restatement to accrue additional pension expense	(403,583)
Fund balance, October 1, 2019, as restated	<u>\$ 6,880,675</u>

BURKE COUNTY BOARD OF COMMISSIONERS
REQUIRED SUPPLEMENTARY INFORMATION
BURKE COUNTY DEFINED BENEFIT PLAN
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>2020 (1)</u>	<u>2019 (1)</u>	<u>2018 (1)</u>	<u>2017 (1)</u>	<u>2016 (1)</u>	<u>2015 (1)</u>
Total pension liability						
Service cost	\$ 1,045,433	\$ 873,628	\$ 733,717	\$ 677,762	\$ 667,642	\$ 629,361
Interest	2,593,983	2,339,940	2,219,856	2,158,989	1,927,851	1,844,208
Liability Experience (Gain)/Loss	1,134,957	809,136	27,840	(647,599)	1,054,616	-
Assumption Change	1,733,154	1,481,857	70,551	966,954	1,081,367	-
Benefit Payments	(1,223,993)	(1,445,406)	(1,345,834)	(1,302,013)	(1,997,278)	(719,374)
Net change in total pension liability	<u>5,283,534</u>	<u>4,059,155</u>	<u>1,706,130</u>	<u>1,854,093</u>	<u>2,734,198</u>	<u>1,754,195</u>
Total pension liability-beginning	<u>37,056,894</u>	<u>32,997,739</u>	<u>31,291,609</u>	<u>29,437,516</u>	<u>26,703,318</u>	<u>24,949,123</u>
Total pension liability-ending (a)	<u>\$ 42,340,428</u>	<u>\$ 37,056,894</u>	<u>\$ 32,997,739</u>	<u>\$ 31,291,609</u>	<u>\$ 29,437,516</u>	<u>\$ 26,703,318</u>
Plan fiduciary net position						
Contributions-employer	\$ 2,499,229	\$ 2,018,385	\$ 1,860,344	\$ 1,741,052	\$ 1,091,379	\$ 1,029,499
Net investment income	4,314,989	(1,003,935)	2,924,504	1,230,468	144,802	1,232,806
Benefit Payments	(1,182,602)	(1,445,406)	(1,345,834)	(1,302,013)	(1,997,278)	(719,374)
Administrative expense	(87,622)	(71,110)	(59,249)	(62,691)	(61,855)	(57,294)
Other changes	(166,508)	(198,396)	(169,818)	(209,147)	(172,681)	(183,427)
Net change in plan fiduciary net position	<u>5,377,486</u>	<u>(700,462)</u>	<u>3,209,947</u>	<u>1,397,669</u>	<u>(995,633)</u>	<u>1,302,210</u>
Plan fiduciary net position-beginning	<u>21,013,424</u>	<u>21,713,886</u>	<u>18,503,939</u>	<u>17,106,270</u>	<u>18,101,903</u>	<u>16,799,693</u>
Plan fiduciary net position-ending (b)	<u>\$ 26,390,910</u>	<u>\$ 21,013,424</u>	<u>\$ 21,713,886</u>	<u>\$ 18,503,939</u>	<u>\$ 17,106,270</u>	<u>\$ 18,101,903</u>
Net pension liability-ending (a)-(b)	<u>\$ 15,949,518</u>	<u>\$ 16,043,470</u>	<u>\$ 11,283,853</u>	<u>\$ 12,787,670</u>	<u>\$ 12,331,246</u>	<u>\$ 8,601,415</u>
Plan fiduciary net position as a percentage of the total pension liability	62.3%	56.7%	65.8%	59.1%	58.1%	67.8%
Covered-employee payroll	\$ 16,225,254	\$ 14,748,241	\$ 12,073,955	\$ 12,002,527	\$ 12,386,845	\$ 11,843,126
Net pension liability as a percentage of covered-employee payroll	98.3%	108.8%	93.5%	106.5%	99.6%	72.6%

(1) Only fiscal years 2020, 2019, 2018, 2017, 2016, and 2015 were available. The County will continue to present information for years available until a full 10-year trend is compiled.

Notes to Schedule:

Changes of assumptions

- The mortality table was changed from RP-2000 with Scale AA projected to 2018 to Pub-2010 GE (50%) & PS (50%) Amount Weighted with Scale AA to 2019

BURKE COUNTY BOARD OF COMMISSIONERS
REQUIRED SUPPLEMENTARY INFORMATION
BURKE COUNTY DEFINED BENEFIT PLAN
SCHEDULE OF CONTRIBUTIONS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	*	\$ 2,404,539	\$ 2,003,969	\$ 1,815,997	\$ 1,640,367	\$ 1,091,379
Contributions in relation to the actuarially determined contribution	*	<u>(2,499,229)</u>	<u>(2,018,385)</u>	<u>(1,860,344)</u>	<u>(1,741,052)</u>	<u>(1,091,379)</u>
Contribution deficiency (excess)	*	<u>\$ (94,690)</u>	<u>\$ (14,416)</u>	<u>\$ (44,347)</u>	<u>\$ (100,685)</u>	<u>\$ -</u>
Covered-employee payroll	*	16,225,254	14,748,241	12,073,955	12,002,527	12,386,845
Contributions as a percentage of covered-employee payroll	*	15.4%	13.7%	15.4%	14.5%	8.8%

*2020 information will be determined after fiscal year end and will be included in the 2020 valuation report

Notes to Schedule:

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Closed level dollar for remaining unfunded liability
Remaining Amortization Period	N/A

Asset Valuation Method	Smoothed market value with a 5-year smoothing period
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Actuarial Assumptions:

Net Investment Rate of Return	7.00%
Projected Salary Increases	5.00% plus an aged base scale ranging from -1.0% to 1.0%
Cost of Living Adjustments	N/A

Retirement Age	Probability of retirement calculated as 10% at age 55 to 60, 20% at age 61 to 64, 30% at age 65 to 69, and 100% at age 70
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Mortality	Pub-2010 GE (50%) & PS (50%) Amt-Weighted with Scale AA to 2019
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BURKE COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SEPTEMBER 30, 2020

	Total Nonmajor Special Revenue Funds	Other Capital Projects Fund	Total Nonmajor Funds
ASSETS			
Cash	\$ 1,090,791	\$ -	\$ 1,090,791
Due from other funds	374,495	-	374,495
Intergovernmental receivable	400,200	-	400,200
	<u> </u>	<u> </u>	<u> </u>
TOTAL ASSETS	<u><u>\$ 1,865,486</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,865,486</u></u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 129,914	\$ -	\$ 129,914
Accrued payroll	25,490	-	25,490
Unearned revenue	136,831	-	136,831
Due to other funds	1,134,138	-	1,134,138
Total liabilities	<u>1,426,373</u>	<u>-</u>	<u>1,426,373</u>
Fund balance:			
Restricted	470,846	-	470,846
Committed	-	-	-
Unassigned	<u>(31,733)</u>	<u>-</u>	<u>(31,733)</u>
Total fund balance	<u>439,113</u>	<u>-</u>	<u>439,113</u>
	<u> </u>	<u> </u>	<u> </u>
TOTAL LIABILITIES AND FUND BALANCE	<u><u>\$ 1,865,486</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,865,486</u></u>

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Total Nonmajor Special Revenue Funds	Other Capital Projects Fund	Total Nonmajor Funds
REVENUES			
Charges for services	\$ 874,975	-	\$ 874,975
Fees, fines and forfeitures	212,930	-	212,930
Intergovernmental	756,248	-	756,248
Contributions and donations	179,406	-	179,406
Interest	778	-	778
Total revenues	<u>2,024,337</u>	<u>-</u>	<u>2,024,337</u>
EXPENDITURES			
Current:			
Judicial	206,533	-	206,533
Public safety	1,294,181	-	1,294,181
Culture and recreation	111,710	-	111,710
Health and welfare	52,147	-	52,147
Capital outlay:			
Culture and recreation	25,698	-	25,698
Health and welfare	100,062	-	100,062
Public safety	66,144	-	66,144
Total expenditures	<u>1,856,475</u>	<u>-</u>	<u>1,856,475</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>167,862</u>	<u>-</u>	<u>167,862</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	335,224	-	335,224
Transfers out	<u>(339,014)</u>	<u>\$ (5,144,391)</u>	<u>(5,483,405)</u>
Total other financing sources (uses)	<u>(3,790)</u>	<u>(5,144,391)</u>	<u>(5,148,181)</u>
NET CHANGE IN FUND BALANCES	164,072	(5,144,391)	(4,980,319)
FUND BALANCES, BEGINNING OF YEAR	<u>275,041</u>	<u>5,144,391</u>	<u>5,419,432</u>
FUND BALANCES, END OF YEAR	<u>\$ 439,113</u>	<u>\$ -</u>	<u>\$ 439,113</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for proceeds from specific revenue sources which are legally restricted to expenditures for specific purposes.

Law Library Fund – This fund is used to account for the revenues and expenditures associated with the law library of Burke County, which is available for public use.

Drug Enforcement Fund – This fund was established by the State of Georgia and is used to account for revenues and expenditures associated with the DARE program.

Drug Treatment and Education Fund – This fund was established by the State of Georgia and is used to account for revenues and expenditures associated with drug abuse treatment and education programs relating to controlled substances.

Public Library Fund – This fund is used to account for revenues and expenditures associated with the Burke County Library, which is available for public use.

Small Grants Fund – This fund is used to account for grant revenues not accounted for in another fund.

Emergency Telephone System Fund – This fund is used to account for collection of 911 phone surcharges used for operation and maintenance of the 911 phone system.

Jail Surcharge Fund – This fund is used to account for collection of fines that are to be used for jail maintenance and improvements.

Victims Assistance Fund – This fund is used to account for collection of fines that are to be used to assist Burke County residents who are the victim of violent crimes.

Supplemental Juvenile Services Fund – This fund is used to account for the collection of fines that are to be used for community treatment programs in the local courts.

Sheriff's Commissions Fund – This fund was established to account for funds received by the Sheriff's department for commissions on inmate telephone calls, commissary purchases, and snack sales.

Large Grants Fund – This fund is used to account for grant revenues not accounted for in another fund.

Accountability Court Fund – This fund was established to account for funds received by the Accountability Court for participant fees and intergovernmental revenues used to provide program services to those ordered to attend the Accountability Court by the State Court for drug related offenses.

Confiscated Assets Fund – This fund was established to account for funds seized by the Sheriff's department related to drug activities. Funds are held by the County in this fund until awarded by the court system.

BURKE COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2020

	Law Library Fund	Drug Enforcement Fund	Drug Treatment & Education Fund	Public Library Fund	Small Grants Fund	Emergency Telephone System Fund	Jail Surcharge Fund
ASSETS							
Cash	\$ 49,310	\$ 7,659	\$ 11,414	\$ 68,941	-	\$ 45,930	\$ 35,170
Due from other funds	-	8,296	-	-	\$ 126,521	-	13,411
Intergovernmental receivable	-	-	266	-	33,012	42,903	-
TOTAL ASSETS	\$ 49,310	\$ 15,955	\$ 11,680	\$ 68,941	\$ 159,533	\$ 88,833	\$ 48,581
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	-	-	-	-	\$ 40,253	-	\$ 1,457
Accrued payroll	-	-	-	-	14,182	\$ 10,284	-
Unearned revenue	-	-	-	-	136,831	-	-
Due to other funds	-	\$ 6,198	-	-	-	78,549	-
Total liabilities	-	6,198	-	-	191,266	88,833	1,457
Fund balance:							
Restricted	\$ 49,310	9,757	\$ 11,680	\$ 68,941	-	-	47,124
Unassigned	-	-	-	-	(31,733)	-	-
Total fund balance	49,310	9,757	11,680	68,941	(31,733)	-	47,124
TOTAL LIABILITIES AND FUND BALANCE	\$ 49,310	\$ 15,955	\$ 11,680	\$ 68,941	\$ 159,533	\$ 88,833	\$ 48,581

BURKE COUNTY, GEORGIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2020

	Victims Assistance Fund	Supplemental Juvenile Services Fund	Sheriff's Commissions Fund	Large Grants Fund	Accountability Court Fund	Confiscated Assets Fund	Total Nonmajor Special Revenue Funds
ASSETS							
Cash	\$ 5,001	\$ 8,769	\$ 83,335	\$ 734,945	-	\$ 40,317	\$ 1,090,791
Due from other funds	-	-	226,267	-	-	-	374,495
Intergovernmental receivable	549	-	-	301,932	\$ 21,538	-	400,200
TOTAL ASSETS	\$ 5,550	\$ 8,769	\$ 309,602	\$ 1,036,877	\$ 21,538	\$ 40,317	\$ 1,865,486
LIABILITIES AND FUND BALANCE							
Liabilities:							
Accounts payable	-	\$ 500	\$ 36,639	\$ 19,523	\$ 1,151	\$ 30,391	\$ 129,914
Accrued payroll	-	-	-	-	1,024	-	25,490
Unearned revenue	-	-	-	-	-	-	136,831
Due to other funds	\$ 1,356	1,392	-	1,017,354	19,363	9,926	1,134,138
Total liabilities	1,356	1,892	36,639	1,036,877	21,538	40,317	1,426,373
Fund balance:							
Restricted	4,194	6,877	272,963	-	-	-	470,846
Unassigned	-	-	-	-	-	-	(31,733)
Total fund balance	4,194	6,877	272,963	-	-	-	439,113
TOTAL LIABILITIES AND FUND BALANCE	\$ 5,550	\$ 8,769	\$ 309,602	\$ 1,036,877	\$ 21,538	\$ 40,317	\$ 1,865,486

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Law Library Fund	Drug Enforcement Fund	Drug Treatment & Education Fund	Public Library Fund	Small Grants Fund	Emergency Telephone System Fund	Jail Surcharge Fund
REVENUES							
Charges for services	-	-	-	\$ 10,753	-	\$ 501,689	-
Fees, fines and forfeitures	\$ 23,403	-	\$ 22,684	6,165	-	-	\$ 57,589
Intergovernmental	-	-	-	95,050	\$ 233,114	-	-
Contributions and donations	-	-	-	-	179,406	-	-
Interest	-	\$ 40	19	114	-	354	109
Other	-	-	-	-	-	-	-
Total revenues	<u>23,403</u>	<u>40</u>	<u>22,703</u>	<u>112,082</u>	<u>412,520</u>	<u>502,043</u>	<u>57,698</u>
EXPENDITURES							
Current:							
Judicial	5,806	-	-	-	-	-	-
Public safety	-	48,173	4,266	-	375,419	592,378	15,752
Culture and recreation	-	-	-	111,710	-	-	-
Health and welfare	-	-	-	-	147	-	-
Capital outlay:							
Culture and recreation	-	-	-	25,698	-	-	-
Health and welfare	-	-	-	-	-	-	-
Public safety	-	-	-	-	20,440	-	45,704
Total expenditures	<u>5,806</u>	<u>48,173</u>	<u>4,266</u>	<u>137,408</u>	<u>396,006</u>	<u>592,378</u>	<u>61,456</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>17,597</u>	<u>(48,133)</u>	<u>18,437</u>	<u>(25,326)</u>	<u>16,514</u>	<u>(90,335)</u>	<u>(3,758)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	32,082	-	-	-	205,724	-
Transfers out	-	-	(5,000)	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>32,082</u>	<u>(5,000)</u>	<u>-</u>	<u>-</u>	<u>205,724</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	17,597	(16,051)	13,437	(25,326)	16,514	115,389	(3,758)
FUND BALANCES, BEGINNING OF YEAR	<u>31,713</u>	<u>25,808</u>	<u>(1,757)</u>	<u>94,267</u>	<u>(48,247)</u>	<u>(115,389)</u>	<u>50,882</u>
FUND BALANCES, END OF YEAR	<u>\$ 49,310</u>	<u>\$ 9,757</u>	<u>\$ 11,680</u>	<u>\$ 68,941</u>	<u>\$ (31,733)</u>	<u>\$ -</u>	<u>\$ 47,124</u>

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Victims Assistance Fund	Supplemental Juvenile Services Fund	Sheriff's Commissions Fund	Large Grants Fund	Accountability Court Fund	Confiscated Assets Fund	Total Nonmajor Special Revenue Funds
REVENUES							
Charges for services	-	-	\$ 362,533	-	-	-	\$ 874,975
Fees, fines and forfeitures	\$ 36,755	\$ 348	-	-	\$ 30,341	\$ 35,645	212,930
Intergovernmental	-	-	-	\$ 327,681	100,403	-	756,248
Contributions and donations	-	-	-	-	-	-	179,406
Interest	74	9	-	-	-	59	778
Other	-	-	-	-	-	-	-
Total revenues	<u>36,829</u>	<u>357</u>	<u>362,533</u>	<u>327,681</u>	<u>130,744</u>	<u>35,704</u>	<u>2,024,337</u>
EXPENDITURES							
Current:							
Judicial	-	5,506	-	-	191,548	3,673	206,533
Public safety	-	-	258,193	-	-	-	1,294,181
Culture and recreation	-	-	-	-	-	-	111,710
Health and welfare	52,000	-	-	-	-	-	52,147
Capital outlay:							
Culture and recreation	-	-	-	-	-	-	25,698
Health and welfare	-	-	-	100,062	-	-	100,062
Public safety	-	-	-	-	-	-	66,144
Total expenditures	<u>52,000</u>	<u>5,506</u>	<u>258,193</u>	<u>100,062</u>	<u>191,548</u>	<u>3,673</u>	<u>1,856,475</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(15,171)</u>	<u>(5,149)</u>	<u>104,340</u>	<u>227,619</u>	<u>(60,804)</u>	<u>32,031</u>	<u>167,862</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	43,285	54,133	-	335,224
Transfers out	-	-	-	(301,932)	-	(32,082)	(339,014)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(258,647)</u>	<u>54,133</u>	<u>(32,082)</u>	<u>(3,790)</u>
NET CHANGE IN FUND BALANCES	(15,171)	(5,149)	104,340	(31,028)	(6,671)	(51)	164,072
FUND BALANCES, BEGINNING OF YEAR	<u>19,365</u>	<u>12,026</u>	<u>168,623</u>	<u>31,028</u>	<u>6,671</u>	<u>51</u>	<u>275,041</u>
FUND BALANCES, END OF YEAR	<u>\$ 4,194</u>	<u>\$ 6,877</u>	<u>\$ 272,963</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 439,113</u>

BURKE COUNTY, GEORGIA
LAW LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees, and forfeitures	\$ 5,000	\$ 23,403	\$ 18,403
EXPENDITURES			
Current:			
Judicial	<u>14,000</u>	<u>5,806</u>	<u>8,194</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(9,000)	17,597	26,597
FUND BALANCES, BEGINNING OF YEAR	<u>31,713</u>	<u>31,713</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 22,713</u></u>	<u><u>\$ 49,310</u></u>	<u><u>\$ 26,597</u></u>

BURKE COUNTY, GEORGIA
DRUG ENFORCEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees and forfeitures	\$ 8,000	-	\$ (8,000)
Interest	-	\$ 40	40
Total revenues	8,000	40	(7,960)
EXPENDITURES			
Current:			
Public safety	52,000	48,173	3,827
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(44,000)	(48,133)	(4,133)
OTHER FINANCING USES			
Transfers in	-	32,082	32,082
NET CHANGE IN FUND BALANCES	(44,000)	(16,051)	27,949
FUND BALANCES, BEGINNING OF YEAR	25,808	25,808	-
FUND BALANCES, END OF YEAR	\$ (18,192)	\$ 9,757	\$ 27,949

BURKE COUNTY, GEORGIA
DRUG TREATMENT & EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees and forfeitures	\$ 8,000	\$ 22,684	\$ 14,684
Interest	-	19	19
Total revenues	8,000	22,703	14,703
EXPENDITURES			
Current:			
Public safety	5,000	4,266	734
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,000	18,437	15,437
OTHER FINANCING USES			
Transfers out	(5,000)	(5,000)	-
NET CHANGE IN FUND BALANCES	(2,000)	13,437	15,437
FUND BALANCES, BEGINNING OF YEAR	(1,757)	(1,757)	-
FUND BALANCES, END OF YEAR	<u>\$ (3,757)</u>	<u>\$ 11,680</u>	<u>\$ 15,437</u>

BURKE COUNTY, GEORGIA
PUBLIC LIBRARY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Intergovernmental	\$ 95,050	\$ 95,050	-
Charges for services	4,640	10,753	\$ 6,113
Fines	9,700	6,165	(3,535)
Interest	110	114	4
Total revenues	<u>109,500</u>	<u>112,082</u>	<u>2,582</u>
EXPENDITURES			
Current:			
Culture and recreation	113,400	111,710	1,690
Capital outlay:			
Culture and recreation	<u>9,000</u>	<u>25,698</u>	<u>(16,698)</u>
Total expenditures	<u>122,400</u>	<u>137,408</u>	<u>(15,008)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(12,900)	(25,326)	(12,426)
FUND BALANCES, BEGINNING OF YEAR	<u>94,267</u>	<u>94,267</u>	-
FUND BALANCES, END OF YEAR	<u><u>\$ 81,367</u></u>	<u><u>\$ 68,941</u></u>	<u><u>\$ (12,426)</u></u>

BURKE COUNTY, GEORGIA
SMALL GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ 133,787	\$ 232,860	\$ 233,114	\$ 254
Contributions and donations	-	305,000	179,406	(125,594)
Other	1,750	1,750	-	(1,750)
Total revenues	<u>135,537</u>	<u>539,610</u>	<u>412,520</u>	<u>(127,090)</u>
EXPENDITURES				
Current:				
Public safety	133,787	537,860	375,419	162,441
Health and welfare	6,096	6,096	147	5,949
Capital Outlay:				
Public safety	-	-	20,440	(20,440)
Total expenditures	<u>139,883</u>	<u>543,956</u>	<u>396,006</u>	<u>147,950</u>
NET CHANGE IN FUND BALANCES	(4,346)	(4,346)	16,514	20,860
FUND BALANCES, BEGINNING OF YEAR	<u>(48,247)</u>	<u>(48,247)</u>	<u>(48,247)</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ (52,593)</u>	<u>\$ (52,593)</u>	<u>\$ (31,733)</u>	<u>\$ 20,860</u>

BURKE COUNTY, GEORGIA
EMERGENCY TELEPHONE SYSTEM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Charges for services	\$ 454,400	\$ 501,689	\$ 47,289
Interest	100	354	254
Total revenues	<u>454,500</u>	<u>502,043</u>	<u>47,543</u>
EXPENDITURES			
Current:			
Public safety	<u>688,800</u>	<u>592,378</u>	<u>96,422</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(234,300)	(90,335)	143,965
OTHER FINANCING SOURCES			
Transfers in	<u>234,300</u>	<u>205,724</u>	<u>(28,576)</u>
NET CHANGE IN FUND BALANCES	-	115,389	115,389
FUND BALANCES, BEGINNING OF YEAR	<u>(115,389)</u>	<u>(115,389)</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u><u>\$ (115,389)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 115,389</u></u>

BURKE COUNTY, GEORGIA
JAIL SURCHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fees, fines and forfeitures	\$ 50,000	\$ 57,589	\$ 7,589
Interest	100	109	9
Total revenues	<u>50,100</u>	<u>57,698</u>	<u>7,598</u>
EXPENDITURES			
Current:			
Public safety	43,100	15,752	27,348
Capital outlay:			
Public safety	<u>100,000</u>	<u>45,704</u>	<u>54,296</u>
Total expenditures	<u>143,100</u>	<u>61,456</u>	<u>81,644</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(93,000)	(3,758)	89,242
FUND BALANCES, BEGINNING OF YEAR	<u>50,882</u>	<u>50,882</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ (42,118)</u>	<u>\$ 47,124</u>	<u>\$ 89,242</u>

BURKE COUNTY, GEORGIA
VICTIMS ASSISTANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees and forfeitures	\$ 58,000	\$ 36,755	\$ (21,245)
Interest	-	74	74
Total revenues	58,000	36,829	(21,171)
EXPENDITURES			
Current:			
Health and welfare	104,000	52,000	52,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(46,000)	(15,171)	30,829
FUND BALANCES, BEGINNING OF YEAR	19,365	19,365	-
FUND BALANCES, END OF YEAR	\$ (26,635)	\$ 4,194	\$ 30,829

BURKE COUNTY, GEORGIA
SUPPLEMENTAL JUVENILE SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees and forfeitures	\$ 1,000	\$ 348	\$ (652)
Interest	-	9	9
Total revenues	<u>1,000</u>	<u>357</u>	<u>(643)</u>
EXPENDITURES			
Current:			
Judicial	<u>9,000</u>	<u>5,506</u>	<u>3,494</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,000)	(5,149)	2,851
FUND BALANCES, BEGINNING OF YEAR	<u>12,026</u>	<u>12,026</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 4,026</u></u>	<u><u>\$ 6,877</u></u>	<u><u>\$ 2,851</u></u>

BURKE COUNTY, GEORGIA
SHERIFF'S COMMISSIONS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Vendor commissions	<u>\$ 90,000</u>	<u>\$ 362,533</u>	<u>\$ 272,533</u>
EXPENDITURES			
Current:			
Public safety	75,500	258,193	(182,693)
Capital outlay:			
Public safety	<u>14,500</u>	<u>-</u>	<u>14,500</u>
Total expenditures	<u>90,000</u>	<u>258,193</u>	<u>(168,193)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	104,340	104,340
FUND BALANCES, BEGINNING OF YEAR	<u>168,623</u>	<u>168,623</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 168,623</u></u>	<u><u>\$ 272,963</u></u>	<u><u>\$ 104,340</u></u>

BURKE COUNTY, GEORGIA
LARGE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Intergovernmental	\$ -	\$ 750,000	\$ 327,681	\$ (422,319)
EXPENDITURES				
Capital Outlay:				
Health and welfare	-	825,000	100,062	724,938
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(75,000)	227,619	302,619
OTHER FINANCING USES				
Transfers in	-	75,000	43,285	(31,715)
Transfers out	-	-	(301,932)	(301,932)
Total other financing source (uses)	-	75,000	(258,647)	(333,647)
NET CHANGE IN FUND BALANCES	-	-	(31,028)	(31,028)
FUND BALANCES, BEGINNING OF YEAR	31,028	31,028	31,028	-
FUND BALANCES, END OF YEAR	\$ 31,028	\$ 31,028	\$ -	\$ (31,028)

BURKE COUNTY, GEORGIA
ACCOUNTABILITY COURT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original and Final Budget	Actual	Variance Positive (Negative)
REVENUES			
Fines, fees and forfeitures	\$ 42,000	\$ 30,341	\$ (11,659)
Intergovernmental	121,757	100,403	(21,354)
Total revenues	163,757	130,744	(33,013)
EXPENDITURES			
Current:			
Judicial	207,840	191,548	16,292
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(44,083)	(60,804)	(16,721)
OTHER FINANCING USES			
Transfers in	44,083	54,133	10,050
NET CHANGE IN FUND BALANCES	-	(6,671)	(6,671)
FUND BALANCES, BEGINNING OF YEAR	6,671	6,671	-
FUND BALANCES, END OF YEAR	\$ 6,671	\$ -	\$ (6,671)

BURKE COUNTY, GEORGIA
CONFISCATED ASSETS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUES				
Fines, fees and forfeitures	\$ 10,000	\$ 10,000	\$ 35,645	\$ 25,645
Interest	-	-	59	59
Total revenues	10,000	10,000	35,704	25,704
EXPENDITURES				
Current:				
Judicial	-	5,000	3,673	1,327
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	10,000	5,000	32,031	27,031
OTHER FINANCING USES				
Transfers out	(49,000)	(44,000)	(32,082)	11,918
NET CHANGE IN FUND BALANCES	(39,000)	(39,000)	(51)	38,949
FUND BALANCES, BEGINNING OF YEAR	51	51	51	-
FUND BALANCES, END OF YEAR	\$ (38,949)	\$ (38,949)	\$ -	\$ 38,949

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the government on a cost reimbursement basis.

Vehicle Maintenance Fund – This fund is used to account for maintenance costs of County vehicles.

Facilities Maintenance Fund – This fund is used to account for allocation of costs associated with operations and maintenance of County buildings.

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2020

	<u>Vehicle Maintenance</u>	<u>Facilities Maintenance</u>	<u>Total</u>
ASSETS			
Current Assets:			
Interfund receivable	\$ 246,781	\$ 395,921	\$ 642,702
Inventory	587,205	-	587,205
Total current assets	<u>833,986</u>	<u>395,921</u>	<u>1,229,907</u>
Noncurrent Assets:			
Capital Assets			
Buildings and improvements	208,187	1,132,322	1,340,509
Machinery and equipment	470,152	575,460	1,045,612
Less accumulated depreciation	<u>(237,302)</u>	<u>(802,307)</u>	<u>(1,039,609)</u>
Total Capital Assets	<u>441,037</u>	<u>905,475</u>	<u>1,346,512</u>
Total Assets	<u>1,275,023</u>	<u>1,301,396</u>	<u>2,576,419</u>
DEFERRED OUTFLOWS OF RESOURCES			
Resources related to pensions	<u>228,215</u>	<u>179,000</u>	<u>407,215</u>
LIABILITIES			
Current Liabilities:			
Accounts payable	83,605	39,704	123,309
Accrued payroll	26,657	31,450	58,107
Compensated absences payable	<u>2,626</u>	<u>1,508</u>	<u>4,134</u>
Total Current Liabilities	<u>112,888</u>	<u>72,662</u>	<u>185,550</u>
Long-Term Liabilities:			
Compensated absences payable (net of current portion)	23,637	13,575	37,212
Net pension obligation	<u>531,582</u>	<u>352,188</u>	<u>883,770</u>
Total Long-Term Liabilities	<u>555,219</u>	<u>365,763</u>	<u>920,982</u>
Total Liabilities	<u>668,107</u>	<u>438,425</u>	<u>1,106,532</u>
DEFERRED INFLOWS OF RESOURCES			
Resources related to pensions	<u>85,720</u>	<u>75,908</u>	<u>161,628</u>
NET POSITION			
Investment in capital assets	441,037	905,475	1,346,512
Unrestricted	<u>308,374</u>	<u>60,588</u>	<u>368,962</u>
Total Net Position	<u><u>\$ 749,411</u></u>	<u><u>\$ 966,063</u></u>	<u><u>\$ 1,715,474</u></u>

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	<u>Vehicle Maintenance</u>	<u>Facilities Maintenance</u>	<u>Total</u>
OPERATING REVENUES			
Charges for services	<u>\$ 1,986,903</u>	<u>\$ 1,655,141</u>	<u>\$ 3,642,044</u>
OPERATING EXPENSES			
Salaries	579,138	660,401	1,239,539
Employee benefits	161,298	167,680	328,978
Purchased services	163,089	514,804	677,893
Materials and supplies	1,039,356	177,210	1,216,566
Depreciation	<u>44,022</u>	<u>135,046</u>	<u>179,068</u>
TOTAL OPERATING EXPENSES	<u>1,986,903</u>	<u>1,655,141</u>	<u>3,642,044</u>
CHANGE IN NET POSITION	-	-	-
NET POSITION, BEGINNING OF YEAR	<u>749,411</u>	<u>966,063</u>	<u>1,715,474</u>
NET POSITION, END OF YEAR	<u><u>\$ 749,411</u></u>	<u><u>\$ 966,063</u></u>	<u><u>\$ 1,715,474</u></u>

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Vehicle Maintenance	Facilities Maintenance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from interfund charges	\$ 2,136,862	\$ 1,617,298	\$ 3,754,160
Cash payments to employees for salaries and benefits	(717,654)	(816,070)	(1,533,724)
Cash payments for goods and services	(1,411,699)	(772,696)	(2,184,395)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>7,509</u>	<u>28,532</u>	<u>36,041</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	<u>(7,509)</u>	<u>(28,532)</u>	<u>(36,041)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	-	-	-
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	\$ -	\$ -	\$ -
Depreciation	44,022	135,046	179,068
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
(Increase) decrease in assets:			
Interfund receivables	149,959	(37,843)	112,116
Prepaid items	-	5,444	5,444
Inventory	(212,717)	-	(212,717)
(Increase) decrease in deferred outflows of resources - resources related to pensions	(32,659)	(37,479)	(70,138)
Increase (decrease) in deferred inflows of resources - resources related to pensions	48,788	55,986	104,774
Increase (decrease) in operating liabilities:			
Accounts payable	3,463	(86,126)	(82,663)
Accrued payroll	2,664	4,279	6,943
Compensated absences payable	6,568	(7,816)	(1,248)
Net pension obligation	(2,579)	(2,959)	(5,538)
Total cash provided (used) by operating activities	<u><u>\$ 7,509</u></u>	<u><u>\$ 28,532</u></u>	<u><u>\$ 36,041</u></u>

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets when a governmental unit is functioning either as a trustee or as an agent for another party. Because the County is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board, but by the public laws and private agreements that created the trustee or agency relationship.

Sheriff Fund – This fund is used to account for all monies received by the Sheriff’s department on behalf of individuals, private organizations, other governmental units, and other funds.

Tax Commissioner Fund – This fund is used to account for the collection of various taxes, including property taxes, and the payment to Burke County and other taxing units of the various taxes collected on their behalf.

Clerk of Superior Court Fund – This fund is used to account for all monies received by the Clerk of Superior Court on behalf of individuals, private organizations, other governmental units, and other funds.

Probate Court Fund – This fund is used to account for all monies received by the Probate Court on behalf of individuals, private organizations, other governmental units, and other funds.

Magistrate Court Fund – This fund is used to account for all monies received by the Magistrate Court on behalf of individuals, private organizations, other governmental units, and other funds.

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
SEPTEMBER 30, 2020

	<u>Tax Commissioner</u>	<u>Probate Court</u>	<u>Clerk of Courts</u>	<u>Magistrate Court</u>	<u>Sheriff</u>	<u>Total</u>
ASSETS						
Cash	<u>\$ 772,305</u>	<u>\$ -</u>	<u>\$ 214,876</u>	<u>\$ 418</u>	<u>\$ 38,921</u>	<u>\$ 1,026,520</u>
LIABILITIES						
Due to other entities and individuals	<u>\$ 772,305</u>	<u>\$ -</u>	<u>\$ 214,876</u>	<u>\$ 418</u>	<u>\$ 38,921</u>	<u>\$ 1,026,520</u>

BURKE COUNTY, GEORGIA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

	Balance October 1, 2019	Additions	Deductions	Balance September 30, 2020
Tax Commissioner				
Assets				
Cash	\$ 702,829	\$ 105,487,548	\$ 105,418,072	\$ 772,305
Liabilities				
Due to other entities and individuals	\$ 702,829	\$ 105,487,548	\$ 105,418,072	\$ 772,305
Probate Court				
Assets				
Cash	\$ -	\$ 55,130	\$ 55,130	\$ -
Liabilities				
Due to other entities and individuals	\$ -	\$ 55,130	\$ 55,130	\$ -
Clerk of Courts				
Assets				
Cash	\$ 228,490	\$ 1,467,899	\$ 1,481,513	\$ 214,876
Liabilities				
Due to other entities and individuals	\$ 228,490	\$ 1,467,899	\$ 1,481,513	\$ 214,876
Magistrate Court				
Assets				
Cash	\$ 345	\$ 133,015	\$ 132,942	\$ 418
Liabilities				
Due to other entities and individuals	\$ 345	\$ 133,015	\$ 132,942	\$ 418
Sheriff				
Assets				
Cash	\$ 36,732	\$ 271,326	\$ 269,137	\$ 38,921
Liabilities				
Due to other entities and individuals	\$ 36,732	\$ 271,326	\$ 269,137	\$ 38,921
Total Agency Funds				
Assets				
Cash	\$ 968,396	\$ 107,414,918	\$ 107,356,794	\$ 1,026,520
Liabilities				
Due to other entities and individuals	\$ 968,396	\$ 107,414,918	\$ 107,356,794	\$ 1,026,520

BURKE COUNTY, GEORGIA
SCHEDULE OF PROJECTS PAID WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

SPLOST III Fund

Project	Original Estimated Cost	Current Estimated Cost	Expenditures		Total	Estimated Percentage of Completion
			Prior Years	Current Year		
Countywide projects						
Judicial center	\$ 15,000,000	\$ 9,102,462	\$ 9,102,462	*	\$ 9,102,462	100%
Jail addition	2,000,000	1,290,000	-	-	-	0%
Burke County						
EOC/911 center	2,000,000	1,557,656	1,557,656	-	1,557,656	100%
Recreation improvements	1,000,000	612,473	355,543	\$ 256,930	612,473	100%
Industrial Park expansion	2,500,000	1,504,381	1,504,381	-	1,504,381	100%
Building construction and renovations	1,500,000	918,709	671,526	-	671,526	73%
Airport projects	200,000	179,327	179,327	-	179,327	100%
Roads and bridges projects and equipment	8,040,000	4,924,284	3,705,551	36,802	3,742,353	76%
Firetrucks	1,500,000	918,709	910,616	8,093	918,709	100%
Ambulances	600,000	367,483	269,000	-	269,000	73%
Patrol cars	500,000	306,237	303,369	-	303,369	99%
Water and sewer improvements	6,000,000	3,675,000	-	13,174	13,174	0%
Landfill building projects	340,000	314,825	314,825	-	314,825	100%
Waynesboro						
Water & sewer improvements, roads, streets, sidewalks, drainage improvements, buildings, patrol vehicles and utility equipment	10,140,000	6,089,272	6,089,272	-	6,089,272	100%
Sardis						
Water, sewer, and street improvements, recreation and beautification projects, capital equipment	2,340,000	1,405,216	1,405,216	-	1,405,216	100%
Midville						
Water and sewer system improvements, street improvements and major equipment, major police equipment, City Hall equipment, Community House improvements	1,170,000	702,609	702,609	-	702,609	100%
Keysville						
Water and sewer system projects, Multi- purpose building project, street & drainage improvements and equipment	780,000	468,405	468,405	-	468,405	100%
Girard						
Waterworks improvements, building renovations and additions, street and sidewalk improvements	390,000	234,201	234,201	-	234,201	100%
	<u>\$ 56,000,000</u>	<u>\$ 34,571,249</u>	<u>\$ 27,773,959</u>	314,999	<u>\$ 28,088,958</u>	<u>81%</u>
Recreation projects funded by the General Fund				376,756		
Judicial center funded by the Other Capital Projects Fund				566,878		
SPLOST III fund total expenditures				<u>\$ 1,258,633</u>		

* Prior years' cost changed to reflect transfers in from the Other Capital Projects Fund and the General Fund to reimburse costs

BURKE COUNTY, GEORGIA
SCHEDULE OF PROJECTS PAID WITH SPECIAL
PURPOSE LOCAL OPTION SALES TAX PROCEEDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

SPLOST IV Fund

Project	Original Estimated Cost	Current Estimated Cost	Expenditures		Total	Estimated Percentage of Completion
			Prior Years	Current Year		
Burke County						
EOC/911 center	\$ 3,000,000	\$ 3,000,000	\$ 87,000	\$ 1,064,949	\$ 1,151,949	38%
Jail improvements	500,000	500,000	-	-	-	0%
Recreation improvements	2,000,000	2,000,000	2,000,000	-	2,000,000	100%
Industrial Park expansion	2,516,000	2,516,000	13,806	-	13,806	1%
Building construction and renovations	1,800,300	1,800,300	366,142	664,857	1,030,999	57%
Airport projects	450,000	450,000	450,000 *	-	450,000	100%
Roads and bridges projects and equipment	5,000,000	5,000,000	29	36,858	36,887	1%
Fire equipment	1,000,000	1,000,000	-	263,419	263,419	26%
EMA improvements	400,000	400,000	-	-	-	0%
EMS equipment	600,000	600,000	147,960	148,960	296,920	49%
Law enforcement equipment	1,200,000	1,200,000	202,059	318,412	520,471	43%
Hospital equipment and renovations	1,365,000	1,365,000	356,754	191,668	548,422	40%
Animal shelter	500,000	500,000	72,676	350,415	423,091	85%
Waynesboro						
Water & sewer improvements, roads, streets, sidewalks, drainage improvements, buildings, recreation projects, equipment	7,514,400	7,514,400	2,637,643	1,895,303	4,532,946	60%
Sardis						
Water, sewer, and street improvements, recreation and beautification projects, capital equipment	1,296,840	1,296,840	455,207	327,093	782,300	60%
Midville						
Water and sewer system improvements, street improvements and major equipment, major police equipment, building improvements	348,450	348,450	122,310	87,887	210,197	60%
Keysville						
Water and sewer system projects, city hall and multi-purpose building projects, street and drainage improvements and equipment, recreation improvements and equipment, land acquisition	454,500	454,500	159,535	114,635	274,170	60%
Girard						
Building renovations and additions, street, sidewalk and park improvements	203,010	203,010	71,259	51,204	122,463	60%
Vidette						
Water system improvements	145,440	145,440	51,052	36,683	87,735	60%
	<u>\$ 30,293,940</u>	<u>\$ 30,293,940</u>	<u>\$ 7,193,432</u>	<u>\$ 5,552,343</u>	<u>\$ 12,745,775</u>	<u>42%</u>
Animal shelter project funded by General Fund				450,000		
Airport projects funded by TSPLOST funds				245,381		
Airport projects funded by Department of Transportation grant				1,778,343		
SPLOST IV fund total expenditures				<u>\$ 8,026,067</u>		

* Prior years' cost changed to reflect transfers in from the General Fund to reimburse costs

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Commissioners
Burke County, Georgia

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Burke County, Georgia, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise Burke County, Georgia's basic financial statements and have issued our report thereon dated June 3, 2021. Our report includes a reference to other auditors who audited the financial statements of the Burke County Board of Health (Health Department) and the Burke County Hospital Authority, discretely presented component units, as described in our report on Burke County, Georgia's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Burke County, Georgia's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Burke County's internal control. Accordingly, we do not express an opinion on the effectiveness of Burke County, Georgia's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Burke County, Georgia's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Statesboro, Georgia
June 3, 2021

BURKE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Health and Human Services:			
Pass-through programs from CSRA Regional Commission:			
Special Programs for the Aging - Nutrition Services	93.045	Not Available	\$ 53,168
Nutrition Services Incentive Program	93.053	Not Available	26,036
COVID-19 - FFCRA (CARES Act) Nutrition Services Incentive Program	93.053	Not Available	17,998
Total U.S. Department of Health and Human Services			<u>97,202</u>
U.S. Department of Justice:			
Direct Programs:			
Other Federal Assistance	16.999		14,475
Bulletproof Vest Partnership Program	16.607		7,200
Organized Crime Drug Enforcement Task Force (OCDETF)	16.999		77,345
Total U.S. Department of Justice			<u>99,020</u>
U.S. Department of Homeland Security:			
Pass through program from Georgia Emergency Management Agency for Emergency Management Performance Grants	97.042	OEM 19-017	8,609
Pass through program from Georgia Emergency Management Agency for Hazard Mitigation Planning Grant	97.039	HMGP-4259-0017	21,000
Total U.S. Department of Homeland Security			<u>29,609</u>
U.S. Department of Agriculture:			
Pass through program from Georgia Association of Conservation District Supervisors, Inc.: National Resources Conservation Service - Environmental Quality Incentive Program (EQIP)	10.912	GACD-02-17-003	6,647
Pass through program from East Central Georgia Health District and Burke County Health Department: WIC Grants to States (WGS)	10.578	Not Available	301,932
Total U.S. Department of Agriculture			<u>308,579</u>
U.S. Department of the Treasury:			
Pass through programs from Georgia Governor's Office:			
COVID-19 - Coronavirus Relief Fund	21.019	573578-CRF PA-0000239	238,611
COVID-19 - Coronavirus Relief Fund	21.019	573578-CRF PA-0000230	556,760
			<u>795,371</u>
Pass-through program from Georgia Department of Transportation:			
COVID-19 - Coronavirus Relief Fund	21.019	T007494 AP020-90CA-18(033)	20,000
Total U.S. Department of the Treasury			<u>815,371</u>

BURKE COUNTY, GEORGIA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development: Pass through program from Georgia Department of Community Affairs: Community Development Block Grant	14.228	17p-y-017-1-5923	25,749
U.S. Department of Transportation: Pass-through programs from Georgia Department of Transportation:			
Formula Grants for Rural Areas Transit Program	20.509	T006324 GA-2019-009-00	73,356
Formula Grants for Rural Areas Transit Program	20.509	T006324 GA-2020-003-00	50,925
COVID-19 - Formula Grants for Rural Areas Transit Program	20.509	T006324 GA-2020-003-00	49,108
			173,389
Airport Improvement Program	20.106	AP019-90ER-16(033) PID - T006719	224,906
			398,295
Pass-through programs from Georgia Governor's Office of Highway Safety:			
State and Community Highway Safety	20.600	TEN-2020-402PT-002	10,289
State and Community Highway Safety	20.600	GA-2020-402PT-060	119,263
			129,552
Total U.S. Department of Transportation			527,847
Total expenditures of federal awards			\$ 1,903,377

BURKE COUNTY, GEORGIA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2020

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Burke County, Georgia under programs of the federal government for the year ended September 30, 2020. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Burke County, Georgia, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Burke County, Georgia.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.
2. Burke County, Georgia has not elected to use the ten percent *de minimis* indirect cost rate as allowed under the Uniform Guidance.

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Commissioners
Burke County, Georgia

Report on Compliance for Each Major Federal Program

We have audited Burke County, Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Burke County, Georgia's major federal programs for the year ended September 30, 2020. Burke County, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Burke County, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Burke County, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Burke County, Georgia's compliance.

Opinion on Each Major Federal Program

In our opinion, Burke County, Georgia complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2020.

Report on Internal Control over Compliance

Management of Burke County, Georgia is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Burke County, Georgia's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Burke County, Georgia's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Janier, Deal + Proctor

Statesboro, Georgia
June 3, 2021

BURKE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED SEPTEMBER 30, 2020

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on the financial statements of Burke County, Georgia.
2. No significant deficiencies were disclosed during the audit of the financial statements in the Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of Burke County, Georgia were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs were reported in the Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance.
5. The auditor's report on compliance for the major federal award programs for Burke County, Georgia expresses an unmodified opinion on all major federal programs.
6. No audit findings relative to the major federal award programs for Burke County, Georgia are reported in this schedule.
7. The program tested as a major program was: Coronavirus Relief Funds, CFDA number 21.019.
8. The threshold used for distinguishing between Type A and B programs was \$750,000.
9. Burke County, Georgia was determined not to be a low-risk auditee.

BURKE COUNTY, GEORGIA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FINDINGS – FINANCIAL STATEMENTS AUDIT

None reported.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None reported.



Burke County Board of Commissioners

PO Box 89 Waynesboro, GA 30830
Merv Waldrop, County Manager

COMMISSIONERS

District 1

Lucious Abrams, Jr.
2032 Gough Red Hill Rd
Keyville, GA 30816

District 2

Terri Lodge Kelly
Chairman
955 Hwy. 56 N
Waynesboro, GA 30830

District 3

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District 4

Tommy Nix
PO Box 565
Sardis, GA 30456

District 5

Q. U. "Art" Lively
PO Box 1392
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BURKE COUNTY, GEORGIA

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

YEAR ENDED SEPTEMBER 30, 2020

PRIOR AUDIT FINDINGS – FINANCIAL STATEMENTS AUDIT

2019-1 Recording of year end accruals for the financial statements

Condition : This finding was a material weakness stating that some of the year end accruals such as receivables, payable, prepaid items, and deferred revenue were inadequate.

Recommendation : The auditor recommended creating closing procedures that ensured all accruals would be completed.

Current Status : The recommendation was implemented in fiscal year 2020. No similar findings were noted in the 2020 audit.

2019-2 Accounting for capital assets

Condition : This finding was a material weakness stating that the capital asset listing was not updated with current year depreciation. Additionally, the listing was not updated with additions and deletions.

Recommendation : The auditor recommended creating processes to ensure the capital asset listing was updated with the activity each year.

Current Status : The recommendation was implemented in fiscal year 2020. No similar findings were noted in the 2020 audit.

2019-3 Grant revenues

Condition : This finding was a material weakness stating that the grant revenue accruals were not performed, and grant revenues were posted to the wrong fund.

Recommendation : The auditor recommended creating processes to ensure the grant expenses and revenue have been recorded and are in the proper fund.

Current Status : The recommendation was implemented in fiscal year 2020. No similar findings were noted in the 2020 audit.

2019-4 Sheriff's Department – Cash overage

Condition : This finding was a material weakness stating that the agency account for the Sheriff's Department was holding excess cash that was not owed to other agencies.

Recommendation : The auditor recommended ensuring that all cash not pertaining to the Sheriff's agency function be run through a separate nonprofit corporation.

Current Status : The recommendation was implemented in fiscal year 2020. No similar findings were noted in the 2020 audit.